

REPUBLIC OF THE PHILIPPINES }
CONGRESS OF THE PHILIPPINES }
First Regular Session

H. No. 3192

REPUBLIC ACT NO. 7645

AN ACT APPROPRIATING FUNDS FOR THE OPERATION
OF THE GOVERNMENT OF THE REPUBLIC OF THE
PHILIPPINES FROM JANUARY ONE TO DECEMBER
THIRTY-ONE, NINETEEN HUNDRED AND NINETY-
THREE, AND FOR OTHER PURPOSES

*Be it enacted by the Senate and House of Representatives of the
Philippines in Congress assembled:*

SECTION 1. *Appropriation of Funds.* – The following sums,
or so much thereof as may be necessary, are hereby appropriated
out of any funds in the National Treasury of the Philippines not
otherwise appropriated, for the operation of the Government of
the Republic of the Philippines from January one to December
thirty-one, nineteen hundred and ninety-three except where
otherwise specifically provided herein:

GENERAL SUMMARY
 CONGRESS OF THE PHILIPPINES
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Senate	₱ 247,442,000	₱ 224,305,000	₱ 7,000,000	₱ 478,747,000
A.1 Senate Electoral Tribunal	15,847,000	10,850,000	5,850,000	32,547,000
B. Commission on Appointments	32,952,000	38,400,000	5,503,000	76,855,000
C. House of Representatives	544,201,000	563,861,000	74,012,000	1,182,074,000
C.1 House Electoral Tribunal	17,300,000	11,021,000	262,000	28,583,000
<hr/>				
Total New Appropriations, Congress of the Philippines	₱ 857,742,000	₱ 848,437,000	₱ 92,627,000	₱ 1,798,806,000

GENERAL SUMMARY
OFFICE OF THE PRESIDENT
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the President	₱ 145,573,000	₱ 217,254,000	₱ 9,704,000	₱ 372,531,000
Total New Appropriations, Office of the President	₱ 145,573,000	₱ 217,254,000	₱ 9,704,000	₱ 372,531,000

GENERAL SUMMARY
OFFICE OF THE VICE-PRESIDENT
CURRENT OPERATING EXPENDITURES

	Personal Services		Maintenance and Other Operating Expenses		Capital Outlays		Total
A. Office of the Vice-President	₱ 22,827,000	₱	21,082,000	₱	100,000	₱	44,009,000
Total New Appropriations, Office of the Vice-President	₱ 22,827,000	₱	21,082,000	₱	100,000	₱	44,009,000

GENERAL SUMMARY
DEPARTMENT OF AGRARIAN REFORM
CURRENT OPERATING EXPENDITURES

	Personal Services		Maintenance and Other Operating Expenses		Capital Outlays		Total
A. Office of the Secretary	₱ 573,954,000	₱	125,944,000	₱	46,563,000	₱	746,461,000
Total New Appropriations, Department of Agrarian Reform	₱ 573,954,000	₱	125,944,000	₱	46,563,000	₱	746,461,000

GENERAL SUMMARY
DEPARTMENT OF AGRICULTURE
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 886,812,000	₱ 1,930,029,000	₱ 2,679,146,000	₱ 5,495,987,000
B. Agricultural Credit Policy Council ..	6,776,000	11,402,000	38,913,000	57,091,000
C. Fertilizer and Pesticide Authority ...	8,862,000	6,566,000		15,428,000
D. Fiber Industry Development Authority	47,311,000	27,514,000	12,270,000	87,095,000
E. Livestock Development Council	3,047,000	5,924,000		8,971,000
F. National Agricultural and Fishery Council	14,167,000	20,812,000		34,979,000
G. National Meat Inspection Commission	26,497,000	10,658,000	1,500,000	38,655,000
H. National Nutrition Council	12,040,000	16,509,000		28,549,000
I. National Stud Farm	3,686,000	1,632,000	2,300,000	7,618,000
J. Sacobia Development Authority	5,259,000	1,711,000		6,970,000
K. National Food Authority		2,061,000,000		2,061,000,000
L. National Tobacco Administration		103,000,000		103,000,000
M. Philippine Coconut Authority		86,067,000		86,067,000
N. Philippine Fisheries Development Authority		8,000,000	6,000,000	14,000,000

O.	Philippine Rice Reseach Institute ...	65,000,000		65,000,000
P.	Quedan and Rural Credit Guarantee Corporation		25,000,000	25,000,000
Q.	Sugar Regulatory Administration...	91,000,000		91,000,000

	Total New Appropriations,			
	Department of Agriculture	₱ 1,014,457,000	₱ 4,446,824,000	₱ 2,765,129,000
			₱ 8,226,410,000	
				₱ 8,226,410,000

GENERAL SUMMARY
DEPARTMENT OF BUDGET AND MANAGEMENT
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 154,164,000	₱ 81,716,000	₱ 11,595,000	₱ 247,475,000
B. Procurement Services	8,888,000	3,346,000	420,000	12,654,000
<hr style="border-top: 1px dashed black;"/>				
Total New Appropriations, Department of Budget and Management	₱ 163,052,000	₱ 85,062,000	₱ 12,015,000	₱ 260,129,000
<hr style="border-top: 3px double black;"/>				

GENERAL SUMMARY
DEPARTMENT OF EDUCATION, CULTURE AND SPORTS
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 25,477,529,000	₱ 4,862,614,000	₱ 3,346,689,000	₱ 33,686,832,000
B. National Historical Institute	12,372,000	8,649,000	24,830,000	45,851,000
C. National Library	13,465,000	14,545,000	1,091,000	29,101,000
D. National Museum	21,479,000	13,568,000	13,000,000	48,047,000
E. Records Management and Archives Office	12,365,000	6,518,000		18,883,000
F. Philippine High School for the Arts	3,837,000	6,428,000	1,072,000	11,337,000
<hr style="border-top: 1px dashed black;"/>				
Total New Appropriations, Department of Education, Culture and Sports	₱ 25,541,047,000	₱ 4,912,322,000	₱ 3,386,682,000	₱ 33,840,051,000

GENERAL SUMMARY
STATE UNIVERSITIES AND COLLEGES
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. NATIONAL CAPITAL REGION				
A.1 Eulogio "Amang" Rodriguez Institute of Science and Technology	26,930,000 ₱	7,939,000 ₱	29,845,000 ₱	64,714,000
A.2 Philippine Merchant Marine Academy	15,316,000	19,320,000	20,000,000	54,636,000
A.3 Philippine Normal University	57,566,000	24,108,000	3,500,000	85,174,000
A.4 Philippine State College of Aeronautics	8,369,000	3,587,000		11,956,000
A.5 Polytechnic University of the Philippines	162,710,000	48,468,000	51,026,000	262,204,000
A.6 Rizal Technological Colleges	35,770,000	13,144,000	30,820,000	79,734,000
A.7 Technological University of the Philippines	76,914,000	30,580,000	43,760,000	151,254,000
A.8 University of the Philippines System	1,113,126,000	410,195,000	78,018,000	1,601,339,000
Sub-total, National Capital Region .	<u>1,496,701,000</u>	<u>557,341,000</u>	<u>256,969,000</u>	<u>2,311,011,000</u>

B. REGION I - ILOCOS

B.1 Don Mariano Marcos Memorial State University	99,502,000	28,737,000	26,784,000	155,023,000
B.2 Mariano Marcos State University ...	66,723,000	23,219,000	18,875,000	108,817,000
B.3 Cotton Research and Development Institute	11,983,000	5,342,000	3,252,000	20,577,000
B.4 Pangasinan State University	48,192,000	12,893,000	7,375,000	68,460,000
B.5 University of Northern Philippines	38,730,000	10,332,000	17,875,000	66,937,000
Sub-total, Region I	<u>265,130,000</u>	<u>80,523,000</u>	<u>74,161,000</u>	<u>419,814,000</u>

C. CORDILLERA ADMINISTRATIVE REGION

C.1 Abra State Institute of Science and Technology	10,247,000	2,743,000	3,500,000	16,490,000
C.2 Benguet State University	42,308,000	6,544,000	7,900,000	56,752,000
C.3 Ifugao State College of Agriculture and Forestry	13,131,000	4,507,000	3,661,000	21,299,000
C.4 Kalinga-Apayao State College	3,179,000	1,592,000	500,000	5,271,000
C.5 Mountain Province State Polytechnic College	7,561,000	4,312,000	10,100,000	21,973,000
Sub-total, Cordillera Administrative Region	<u>76,426,000</u>	<u>19,698,000</u>	<u>25,661,000</u>	<u>121,785,000</u>

D. REGION II - CAGAYAN VALLEY

D.1 Cagayan State University	57,990,000	14,207,000	17,197,000	89,394,000
D.2 Isabela State University	58,726,000	11,509,000	16,225,000	86,460,000
D.3 Nueva Vizcaya State Institute of Technology	25,693,000	5,010,000	4,718,000	35,421,000
D.4 Nueva Vizcaya State Polytechnic College	13,396,000	1,860,000	13,425,000	28,681,000
D.5 Quirino State College	4,776,000	1,794,000	8,578,000	15,148,000
Sub-total, Region II	<u>160,581,000</u>	<u>34,380,000</u>	<u>60,143,000</u>	<u>255,104,000</u>

E. REGION III - CENTRAL LUZON

E.1 Bulacan College of Arts and Trades	22,528,000	4,438,000	8,000,000	34,966,000
E.2 Central Luzon Polytechnic College	27,835,000	5,598,000	5,000,000	38,433,000
E.3 Central Luzon State University	55,901,000	26,143,000	1,724,000	83,768,000
E.4 Don Honorio Ventura College of Arts and Trades	17,718,000	4,720,000	8,500,000	30,938,000
E.5 Pampanga Agricultural College	19,100,000	4,387,000	2,000,000	25,487,000
E.6 Tarlac College of Agriculture	19,587,000	3,970,000	6,500,000	30,057,000
E.7 Tarlac State University	20,625,000	7,962,000	9,000,000	37,587,000
E.8 Western Luzon Agricultural College	8,217,000	2,177,000	1,500,000	11,894,000
Sub-total, Region III	<u>191,511,000</u>	<u>59,395,000</u>	<u>42,224,000</u>	<u>293,130,000</u>

F. REGION IV - SOUTHERN TAGALOG AND PALAWAN

F.1	Don Severino Agricultural College .	25,123,000	9,214,000	12,000,000	46,337,000
F.2	Laguna State Polytechnic College ..	7,575,000	2,087,000	3,300,000	12,962,000
F.3	Marinduque State College	9,704,000	2,312,000	6,500,000	18,516,000
F.4	Occidental Mindoro National College	13,407,000	1,388,000	8,689,000	23,484,000
F.5	Pablo Borbon Memorial Institute of Technology	19,820,000	5,033,000	15,706,000	40,559,000
F.6	Palawan National Agricultural College	24,113,000	12,837,000	5,000,000	41,950,000
F.7	Palawan State College	20,116,000	4,058,000	6,600,000	30,774,000
F.8	Rizal College of Agriculture and Technology	7,858,000	2,937,000	7,200,000	17,995,000
F.9	Romblon State College	9,854,000	3,341,000	200,000	13,395,000
F.10	Southern Luzon Polytechnic College	19,257,000	4,702,000	21,656,000	45,615,000
	Sub-total, Region IV	156,827,000	47,909,000	86,851,000	291,587,000

G. REGION V - BICOL

G.1	Bicol University	74,543,000	24,872,000	8,658,000	108,073,000
G.2	Camarines Norte State College	23,184,000	3,092,000		26,276,000
G.3	Camarines Sur Polytechnic Colleges	4,946,000	1,219,000	4,812,000	10,977,000
G.4	Camarines Sur State Agricultural College	20,595,000	5,097,000	4,484,000	30,176,000

G.5 Catanduanes State Colleges	30,711,000	5,583,000	3,650,000	39,944,000
G.6 Partido State College	9,621,000	1,555,000		11,176,000
Sub-total, Region V	163,600,000	41,418,000	21,604,000	226,622,000

H. REGION VI - WESTERN VISAYAS

H.1 Aklan State College of Agriculture	16,209,000	5,189,000	4,615,000	26,013,000
H.2 Iloilo State College of Fisheries	13,422,000	2,211,000	5,960,000	21,593,000
H.3 Northern Iloilo Polytechnic State College	18,119,000	5,958,000	9,000,000	33,077,000
H.4 Paglaum State College	18,599,000	4,424,000	9,900,000	32,923,000
H.5 Panay State Polytechnic College	28,067,000	4,041,000	10,000,000	42,108,000
H.6 Polytechnic State College of Antique	9,379,000	1,899,000	7,600,000	18,878,000
H.7 West Visayas State University	46,919,000	19,929,000	13,310,000	80,158,000
H.8 Western Visayas College of Science and Technology	24,973,000	5,748,000	8,500,000	39,221,000
Sub-total, Region VI	175,687,000	49,399,000	68,885,000	293,971,000

I. REGION VII - CENTRAL VISAYAS

I.1 Cebu State College	16,506,000	3,245,000	4,550,000	24,301,000
I.2 Cebu State College of Science and Technology	50,592,000	9,644,000	3,250,000	63,486,000
I.3 Central Visayas Polytechnic College	18,630,000	2,637,000	15,704,000	36,971,000
Sub-total, Region VII	85,728,000	15,526,000	23,504,000	124,758,000

J. REGION VIII - EASTERN VISAYAS

J.1 Eastern Samar State College	11,283,000	3,060,000	19,200,000	33,543,000
J.2 Leyte Institute of Technology	24,952,000	3,094,000	11,000,000	39,046,000
J.3 Leyte State College	13,871,000	4,124,000	7,630,000	25,625,000
J.4 Naval Institute of Technology	10,278,000	1,534,000	4,828,000	16,640,000
J.5 Palompon Institute of Technology ..	10,592,000	1,456,000	4,700,000	16,748,000
J.6 Samar State Polytechnic College	20,545,000	5,182,000	10,263,000	35,990,000
J.7 Tiburcio Tancinco Memorial Institute of Science and Technology	8,440,000	1,636,000	9,325,000	19,401,000
J.8 University of Eastern Philippines ...	33,040,000	3,304,000	15,600,000	51,944,000
J.9 Visayas State College of Agriculture	52,828,000	29,027,000	8,080,000	89,935,000
Sub-total, Region VIII	<u>185,829,000</u>	<u>52,417,000</u>	<u>90,626,000</u>	<u>328,872,000</u>

K. REGION IX - WESTERN MINDANAO

K.1 Basilan State College	5,974,000	1,301,000	5,900,000	13,175,000
K.2 Sulu State College	8,450,000	2,191,000	7,024,000	17,665,000
K.3 MSU-Tawi-Tawi College of Technology and Oceanography ..	48,529,000	10,060,000	2,446,000	61,035,000
K.4 Tawi-Tawi Regional Agricultural College	4,997,000	726,000	8,500,000	14,223,000
K.5 Western Mindanao State University	43,846,000	8,752,000	6,900,000	59,498,000
K.6 Zamboanga State College of Marine Science and Technology	13,026,000	8,343,000	1,550,000	22,919,000
Sub-total, Region IX	<u>124,822,000</u>	<u>31,373,000</u>	<u>32,320,000</u>	<u>188,515,000</u>

L. REGION X - NORTHERN MINDANAO

L.1	Bukidnon State College	15,172,000	5,211,000	8,500,000	28,883,000
L.2	Central Mindanao University	53,530,000	13,763,000	10,159,000	77,452,000
L.3	Mindanao Polytechnic State College	20,248,000	4,781,000	10,457,000	35,486,000
L.4	Misamis Oriental State College of Agriculture and Technology	5,344,000	2,124,000	4,731,000	12,199,000
L.5	Northern Mindanao State Institute of Science and Technology	7,233,000	2,126,000	5,083,000	14,442,000
	Sub-total, Region X	<u>101,527,000</u>	<u>28,005,000</u>	<u>38,930,000</u>	<u>168,462,000</u>

M. REGION XI - SOUTHEASTERN MINDANAO

M.1	Davao Oriental State College of Science and Technology	6,566,000	2,308,000	4,500,000	13,374,000
M.2	Southern Philippines Agri-Business and Marine and Aquatic School of Technology	5,683,000	3,883,000	8,650,000	18,216,000
M.3	University of Southeastern Philippines	28,344,000	7,576,000	21,959,000	57,879,000
	Sub-total, Region XI	<u>40,593,000</u>	<u>13,767,000</u>	<u>35,109,000</u>	<u>89,469,000</u>

N. REGION XII - CENTRAL MINDANAO

N.1	Cotabato Foundation College of Science and Technology	12,850,000	7,100,000	3,500,000	23,450,000
-----	--	------------	-----------	-----------	------------

N.2 Cotabato City State Polytechnic				
College	9,144,000	1,909,000		11,053,000
N.3 Mindanao State University	281,770,000	73,276,000	22,593,000	377,639,000
N.4 MSU-Iligan Institute of Technology	86,180,000	27,903,000	17,405,000	131,488,000
N.5 University of Southern Mindanao ..	43,545,000	16,521,000	7,600,000	67,666,000
N.6 Sultan Kudarat Polytechnic				
State College	14,087,000	3,127,000	377,000	17,591,000
- Sub-total, Region XII	<u>447,576,000</u>	<u>129,836,000</u>	<u>51,475,000</u>	<u>628,887,000</u>
 Total New Appropriations, State Universities and Colleges	<u>₱ 3,672,538,000</u>	<u>₱ 1,160,987,000</u>	<u>₱ 908,462,000</u>	<u>₱ 5,741,987,000</u>

GENERAL SUMMARY
DEPARTMENT OF ENVIRONMENT AND NATURAL RESOURCES
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 1,453,008,000	₱ 995,448,000	₱ 1,114,298,000	₱ 3,562,754,000
B. National Mapping and Resource Information Authority	63,786,000	38,587,000		102,373,000
<hr style="border-top: 1px dashed black;"/>				
Total New Appropriations, Department of Environment and Natural Resources	₱ 1,516,794,000	₱ 1,034,035,000	₱ 1,114,298,000	₱ 3,665,127,000
	<hr style="border-top: 3px double black;"/>			

GENERAL SUMMARY
DEPARTMENT OF FINANCE
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 53,593,000	₱ 14,510,000	₱ 5,000,000	₱ 73,103,000
B. Bureau of Customs	378,403,000	74,776,000	134,500,000	587,679,000
C. Bureau of Internal Revenue	818,214,000	533,875,000	145,304,000	1,497,393,000
D. Bureau of Local Government Finance	59,149,000	301,437,000	828,931,000	1,189,517,000
E. Bureau of the Treasury	116,585,000	60,898,000	1,500,000	178,983,000
F. Central Board of Assessment Appeals	2,484,000	1,149,000	324,000	3,957,000
G. Economic Intelligence and Investigation Bureau	68,929,000	11,399,000		80,328,000
H. Fiscal Incentives Review Board	287,000	132,000		419,000
I. Insurance Commission	27,074,000	6,834,000		33,908,000
J. National Tax Research Center	11,434,000	4,899,000		16,333,000
K. Philippine Crop Insurance Corporation		50,000,000		50,000,000
L. Philippine Export and Foreign Loan Guarantee Corporation			100,000,000	100,000,000
<hr/>				
Total New Appropriations, Department of Finance	₱ 1,536,152,000	₱ 1,059,909,000	₱ 1,215,559,000	₱ 3,811,620,000

GENERAL SUMMARY
DEPARTMENT OF FOREIGN AFFAIRS
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 1,253,018,000	₱ 452,656,000	₱ 188,622,000	₱ 1,894,296,000
B. Foreign Service Institute	9,078,000	5,546,000	1,297,000	15,921,000
C. Technical Cooperation Council of the Philippines	379,000	1,904,000		2,283,000
D. UNESCO National Commission of the Philippines	1,916,000	4,516,000		6,432,000
<hr style="border-top: 1px dashed black;"/>				
Total New Appropriations, Department of Foreign Affairs	₱ 1,264,391,000	₱ 464,622,000	₱ 189,919,000	₱ 1,918,932,000

GENERAL SUMMARY
DEPARTMENT OF HEALTH
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 2,227,344,000	₱ 3,862,613,000	₱ 824,775,000	₱ 6,914,732,000
B. Dangerous Drugs Board	11,474,000	17,808,000	1,005,000	30,287,000
C. Philippine Medical Care Commission	18,046,000	18,764,000		36,810,000
D. Lung Center of the Philippines		61,000,000		61,000,000
E. National Kidney Institute		77,500,000		77,500,000
F. Philippine Children's Medical Center		65,000,000		65,000,000
G. Philippine Heart Center		77,500,000		77,500,000

Total New Appropriations, Department of Health	₱ 2,256,864,000	₱ 4,180,185,000	₱ 825,780,000	₱ 7,262,829,000
=====				

GENERAL SUMMARY
DEPARTMENT OF THE INTERIOR AND LOCAL GOVERNMENT
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 471,951,000	₱ 156,648,000	₱ 465,397,000	₱ 1,093,996,000
B. National Police Commission	214,742,000	51,843,000		266,585,000
C. Philippine National Police		9,137,222,000	104,500,000	9,241,722,000
D. Bureau of Fire Protection		1,067,146,000	30,500,000	1,097,646,000
E. Bureau of Jail Management and Penology		269,450,000	112,702,000	382,152,000
F. Philippine Public Safety College		68,515,000	7,393,000	75,908,000
<hr/>				
Total New Appropriations, Department of the Interior and Local Government	₱ 686,693,000	₱ 10,750,824,000	₱ 720,492,000	₱ 12,158,009,000

GENERAL SUMMARY
DEPARTMENT OF JUSTICE
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 510,665,000	₱ 79,962,000	₱ 209,250,000	₱ 799,877,000
B. Bureau of Corrections	126,644,000	117,574,000		244,218,000
C. Public Attorney's Office	231,022,000	16,821,000	14,500,000	262,343,000
D. Bureau of Immigration	57,031,000	18,667,000	1,000,000	76,698,000
E. Commission on the Settlement of Land Problems	17,378,000	6,233,000		23,611,000
F. National Bureau of Investigation ...	204,129,000	76,834,000	2,000,000	282,963,000
G. Land Registration Authority	164,365,000	32,276,000	4,236,000	200,877,000
H. Office of the Government Corporate Counsel	18,217,000	3,688,000		21,905,000
I. Office of the Solicitor General	48,764,000	11,766,000		60,530,000
J. Parole and Probation Administration	127,175,000	16,489,000	15,000,000	158,664,000
<hr/>				
Total New Appropriations, Department of Justice	₱ 1,505,390,000	₱ 380,310,000	₱ 245,986,000	₱ 2,131,686,000

GENERAL SUMMARY
DEPARTMENT OF LABOR AND EMPLOYMENT
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 235,087,000	₱ 182,068,000	₱ 42,434,000	₱ 459,589,000
B. Institute for Labor Studies	4,520,000	3,877,000	133,000	8,530,000
C. National Conciliation and Mediation Board	22,946,000	23,080,000	707,000	46,733,000
D. National Labor Relations Commission	99,491,000	32,428,000	4,005,000	135,924,000
E. National Manpower and Youth Council	122,923,000	159,298,000	67,457,000	349,678,000
F. National Maritime Polytechnic	12,194,000	8,025,000	2,200,000	22,419,000
G. National Wages and Productivity Commission	20,313,000	14,898,000	2,120,000	37,331,000
H. Philippine Overseas Employment Administration	46,217,000	35,646,000	953,000	82,816,000
<hr/>				
Total New Appropriations, Department of Labor and Employment	₱ 563,691,000	₱ 459,320,000	₱ 120,009,000	₱ 1,143,020,000

GENERAL SUMMARY
DEPARTMENT OF NATIONAL DEFENSE
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 33,292,000	₱ 54,551,000	₱	₱ 87,843,000
B. Armed Forces of the Philippines	12,446,525,000	5,283,647,000	1,031,072,000	18,761,244,000
B.1 General Headquarters	1,397,826,000	1,134,197,000		2,532,023,000
B.2 Philippine Air Force	1,349,096,000	1,210,249,000		2,559,345,000
B.3 Philippine Army	4,598,505,000	1,011,376,000	67,098,000	5,676,979,000
B.4 Philippine Navy	1,716,636,000	1,488,660,000	2,500,000	3,207,796,000
B.5 Presidential Security Group	104,311,000	45,755,000		150,066,000
B.6 Armed Forces of the Philippines Medical Center	131,307,000	66,649,000	8,900,000	206,856,000
B.7 Citizen Armed Forces Geographical Units	981,123,000	25,886,000		1,007,009,000
B.8 Philippine Military Academy	157,057,000	50,333,000	34,931,000	242,321,000
B.9 AFP Pension and Gratuity Fund	2,010,664,000	161,542,000		2,172,206,000
B.10 AFP Modernization Program		89,000,000	917,643,000	1,006,643,000
C. Government Arsenal	66,820,000	66,463,000	38,521,000	171,804,000
D. National Defense College of the Philippines	6,563,000	4,937,000	5,800,000	17,300,000

E.	Office of Civil Defense	22,060,000	5,830,000		27,890,000
F.	Philippine Veterans Affairs Office ..	1,717,488,000	222,808,000	17,261,000	1,957,557,000
F.1	Philippine Veterans Affairs				
	Office (Proper)	1,621,321,000	101,941,000	2,945,000	1,726,207,000
F.2	Military Shrines Services	3,073,000	2,218,000	1,916,000	7,207,000
F.3	Veterans Memorial Medical Center	93,094,000	118,649,000	12,400,000	224,143,000
G.	Philippine Veterans Assistance				
	Commission		900,000		900,000
H.	PHIVIDEC Industrial Authority			17,500,000	17,500,000
	Total New Appropriations,				
	Department of National Defense	₱ 14,292,748,000	₱ 5,639,136,000	₱ 1,110,154,000	₱ 21,042,038,000

GENERAL SUMMARY
DEPARTMENT OF PUBLIC WORKS AND HIGHWAYS
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 1,197,985,000	₱ 2,368,149,000	₱ 15,433,104,000	₱ 18,999,238,000
B. National Water Resources Board ...	9,895,000	5,271,000		15,166,000
C. Toll Regulatory Board	2,794,000	2,839,000		5,633,000
D. Local Water Utilities				
Administration		459,500,000	10,000,000	469,500,000
E. Metropolitan Waterworks and Sewerage System			831,280,000	831,280,000
<hr style="border-top: 1px dashed black;"/>				
Total New Appropriations, Department of Public Works and Highways	₱ 1,210,674,000	₱ 2,835,759,000	₱ 16,274,384,000	₱ 20,320,817,000

GENERAL SUMMARY
DEPARTMENT OF SCIENCE AND TECHNOLOGY
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 66,872,000	₱ 423,060,000	₱ 239,966,000	₱ 729,898,000
B. Advanced Science and Technology Institute	4,501,000	5,950,000	12,000,000	22,451,000
C. Food and Nutrition Research Institute	17,527,000	7,570,000	17,900,000	42,997,000
D. Forest Products Research and Development Institute	20,418,000	9,135,000	8,300,000	37,853,000
E. Industrial Technology Development Institute	41,428,000	49,912,000	235,180,000	326,520,000
F. Metals Industry Research and Development Center	33,309,000	29,224,000	4,027,000	66,560,000
G. National Academy of Science and Technology	1,140,000	6,351,000		7,491,000
H. National Research Council of the Philippines	4,490,000	9,115,000		13,605,000
I. Philippine Atmospheric, Geophysical and Astronomical Services Administration	99,511,000	184,760,000	381,556,000	665,827,000
J. Philippine Council for Advanced Science and Technology Research and Development	4,373,000	31,101,000	4,330,000	39,804,000

K.	Philippine Council for Agriculture, Forestry and Natural Resources Research and Development	22,301,000	45,405,000	60,000	67,766,000
L.	Philippine Council for Aquatic and Marine Research and Development	3,893,000	7,925,000	345,000	12,163,000
M.	Philippine Council for Health Research and Development	5,992,000	11,926,000	875,000	18,793,000
N.	Philippine Council for Industry and Energy Research and Development	5,354,000	13,839,000		19,193,000
O.	Philippine Institute of Volcanology and Seismology	13,658,000	17,878,000	52,500,000	84,036,000
P.	Philippine Nuclear Research Institute	27,741,000	20,292,000	6,000,000	54,033,000
Q.	Philippine Science High School	15,589,000	33,022,000	45,248,000	93,859,000
R.	Philippine Textile Research Institute	12,769,000	6,177,000	1,200,000	20,146,000
S.	Science Education Institute	4,310,000	87,238,000	240,000	91,788,000
T.	Science and Technology Information Institute	6,756,000	6,392,000	662,000	13,810,000
U.	Technology Application and Promotion Institute	5,322,000	8,620,000	10,000,000	23,942,000
Total New Appropriations, Department of Science and Technology		₱ 417,254,000	₱ 1,014,892,000	₱ 1,020,389,000	₱ 2,452,535,000

GENERAL SUMMARY
DEPARTMENT OF SOCIAL WELFARE AND DEVELOPMENT
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 187,814,000	₱ 236,542,000	₱ 20,920,000	₱ 445,276,000
B. Council for the Welfare of Children and Youth	2,890,000	1,693,000	32,000	4,615,000
C. National Council for the Welfare of Disabled Persons	5,283,000	3,827,000	2,000,000	11,110,000
<hr/>				
Total New Appropriations, Department of Social Welfare and Development	₱ 195,987,000	₱ 242,062,000	₱ 22,952,000	₱ 461,001,000

GENERAL SUMMARY
DEPARTMENT OF TOURISM
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 107,351,000	₱ 72,214,000	₱ 101,500,000	₱ 281,065,000
B. Intramuros Administration	6,523,000	8,480,000	6,500,000	21,503,000
C. National Parks Development Committee	43,585,000	16,949,000	6,000,000	66,534,000
D. Philippine Convention and Visitors Corporation		60,000,000		60,000,000
<hr style="border-top: 1px dashed black;"/>				
Total New Appropriations, Department of Tourism	₱ 157,459,000	₱ 157,643,000	₱ 114,000,000	₱ 429,102,000
	<hr style="border-top: 3px double black;"/>			

GENERAL SUMMARY
DEPARTMENT OF TRADE AND INDUSTRY
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 292,885,000	₱ 292,387,000	₱ 341,281,000	₱ 926,553,000
B. Board of Investments	39,878,000	23,931,000		63,809,000
C. Bonded Export Marketing Board....	2,092,000	1,046,000		3,138,000
D. Construction Industry Authority of the Philippines	10,666,000	7,522,000		18,188,000
E. Construction Manpower Development Foundation	7,169,000	5,957,000	2,000,000	15,126,000
F. International Coffee Organization Certifying Agency	1,737,000	1,693,000		3,430,000
G. Philippine Trade Training Center ...	7,339,000	10,021,000		17,360,000
H. Product Development and Design Center of the Philippines	12,267,000	9,378,000		21,645,000
I. Center for International Trade Expositions and Missions		59,260,000		59,260,000
J. Cottage Industry Technology Center		8,500,000		8,500,000
K. Export Processing Zone Authority .			50,000,000	50,000,000
<hr/>				
Total New Appropriations, Department of Trade and Industry	₱ 374,033,000	₱ 419,695,000	₱ 393,281,000	₱ 1,187,009,000

GENERAL SUMMARY
DEPARTMENT OF TRANSPORTATION AND COMMUNICATIONS
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary	₱ 915,921,000	₱ 543,526,000	₱ 2,845,642,000	₱ 4,305,089,000
B. Civil Aeronautics Board	8,025,000	1,644,000	126,000	9,795,000
C. Maritime Industry Authority	38,629,000	18,945,000	314,000	57,888,000
D. National Telecommunications Commission	37,462,000	13,726,000	2,387,000	53,575,000
E. Office of Transportation Cooperatives	3,307,000	1,992,000	250,000	5,549,000
F. Cebu Ports Authority			60,000,000	60,000,000
G. Light Rail Transit Authority			100,000,000	100,000,000
H. Philippine National Railways		293,000,000		293,000,000
<hr/>				
Total New Appropriations, Department of Transportation and Communications	₱ 1,003,344,000	₱ 872,833,000	₱ 3,008,719,000	₱ 4,884,896,000

GENERAL SUMMARY
 NATIONAL ECONOMIC AND DEVELOPMENT AUTHORITY
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Director-General	₱ 133,535,000	₱ 63,560,000	₱	197,095,000
B. Commission on Population	27,810,000	28,982,000	20,000	56,812,000
C. Philippine National Volunteer Service Coordinating Agency	2,521,000	2,944,000	122,000	5,587,000
D. Tariff Commission	14,223,000	7,247,000		21,470,000
E. Philippine Institute for Development Studies		15,000,000		15,000,000
<hr style="border-top: 1px dashed black;"/>				
Total New Appropriations, National Economic and Development Authority	₱ 178,089,000	₱ 117,733,000	₱ 142,000	₱ 295,964,000

GENERAL SUMMARY
 NATIONAL STATISTICAL COORDINATION BOARD
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Secretary-General	₱ 15,042,000	₱ 12,025,000	₱	₱ 27,067,000
B. National Statistics Office	191,659,000	105,260,000		296,919,000
C. Statistical Research and Training Center	2,142,000	1,857,000		3,999,000
<hr/>				
Total New Appropriations, National Statistical Coordination Board	₱ 208,843,000	₱ 119,142,000	₱	₱ 327,985,000

GENERAL SUMMARY
OFFICE OF THE PRESS SECRETARY
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Press Secretary (Proper)	₱ 10,936,000	₱ 12,493,000	₱	₱ 23,429,000
B. Bureau of Broadcast Services	62,415,000	54,667,000	31,240,000	148,322,000
C. Bureau of Communications Services	7,052,000	5,652,000		12,704,000
D. National Printing Office	44,680,000	18,153,000	172,584,000	235,417,000
E. News and Information Bureau	20,287,000	22,940,000	66,522,000	109,749,000
F. Philippine Information Agency	48,427,000	44,383,000		92,810,000
G. Presidential Broadcast Staff (RTVM)	11,154,000	15,703,000	13,043,000	39,900,000
H. People's Television Network, Incorporated			100,000,000	100,000,000
<hr/>				
Total New Appropriations, Office of the Press Secretary	₱ 204,951,000	₱ 173,991,000	₱ 383,389,000	₱ 762,331,000

GENERAL SUMMARY
OTHER EXECUTIVE OFFICES
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Commission on the Filipino Language	₱ 11,033,000	₱ 4,725,000	₱	₱ 15,758,000
B. Commission on Filipinos Overseas .	9,604,000	6,166,000		15,770,000
C. Committee on Privatization	330,000	359,000		689,000
D. Cooperatives Development Authority	38,999,000	36,175,000		75,174,000
E. Energy Regulatory Board	16,848,000	25,813,000	10,408,000	53,069,000
F. Games and Amusements Board	10,673,000	1,662,000		12,335,000
G. Government Corporate Monitoring and Coordinating Committee	3,418,000	547,000		3,965,000
H. Housing and Land Use Regulatory Board	43,117,000	19,841,000	202,000	63,160,000
I. Housing and Urban Development Coordinating Council	11,944,000	9,313,000	3,740,000	24,997,000
J. Metropolitan Manila Authority		124,984,000		124,984,000
K. Movie and Television Review and Classification Board	5,851,000	4,457,000	1,250,000	11,558,000
L. National Commission on Culture and Arts	2,813,000	9,615,000	200,000	12,628,000

M.	National Commission on the Role of Filipino Women	3,826,000	2,910,000		6,736,000
N.	National Computer Center	21,616,000	13,177,000	20,000,000	54,793,000
O.	National Intelligence Coordinating Agency	54,373,000	49,357,000		103,730,000
P.	National Security Council	11,550,000	38,949,000	6,750,000	57,249,000
Q.	Office of Energy Affairs	29,958,000	30,121,000	29,725,000	89,804,000
R.	Office on Muslim Affairs	65,032,000	35,071,000		100,103,000
S.	Office for Northern Cultural Communities	36,011,000	20,189,000		56,200,000
T.	Office for Southern Cultural Communities	53,022,000	29,374,000		82,396,000
U.	Philippine Gamefowl Commission ..	4,201,000	1,767,000		5,968,000
V.	Philippine Human Resource Development Center	13,448,000	11,265,000	1,250,000	25,963,000
W.	Philippine Racing Commission	7,373,000	5,819,000		13,192,000
X.	Philippine Sports Commission	12,054,000	67,951,000		80,005,000
Y.	Philippine Commission on Good Government	28,859,000	66,793,000		95,652,000
Z.	Philippine Commission for the Urban Poor	14,387,000	10,534,000		24,921,000
AA.	Presidential Committee on the Philippine Nuclear Power Plant ..	27,268,000	306,791,000		334,059,000
BB.	Presidential Council on Youth Affairs	5,019,000	9,981,000		15,000,000

CC. Presidential Legislative				
Liaison Office	3,635,000	6,652,000		10,287,000
DD. Presidential Management Staff	45,804,000	29,454,000		75,258,000
EE. Securities and Exchange				
Commission	67,510,000	34,645,000	47,093,000	149,248,000
FF. Videogram Regulatory Board	6,526,000	6,518,000		13,044,000
GG. Asset Privatization Trust		24,000,000		24,000,000
HH. Bases Conversion and Development				
Authority			35,000,000	35,000,000
II. Home Insurance and Guaranty				
Corporation			200,000,000	200,000,000
JJ. National Electrification				
Administration		319,405,000		319,405,000
KK. National Home Mortgage Finance				
Corporation		300,000,000		300,000,000
LL. National Housing Authority		261,000,000		261,000,000
MM. Philippine Deposit Insurance				
Corporation			78,000,000	78,000,000
NN. Philippine Retirement Authority			5,000,000	5,000,000
OO. Southern Philippines Development				
Authority		8,800,000		8,800,000
PP. Subic Bay Metropolitan Authority ..			300,000,000	300,000,000
<hr/>				
Total New Appropriations,				
Other Executive Offices	₱ 666,102,000	₱ 1,934,180,000	₱ 738,618,000	₱ 3,338,900,000
	<hr/> <hr/>			

GENERAL SUMMARY
 JOINT LEGISLATIVE-EXECUTIVE FOREIGN DEBT COUNCIL
 CURRENT OPERATING EXPENDITURES

	Personal Services		Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Joint Legislative-Executive Foreign Debt Council	₱ 2,614,000	₱	1,295,000		₱ 3,909,000
Total New Appropriations, Joint Legislative-Executive Foreign Debt Council	₱ 2,614,000	₱	1,295,000		₱ 3,909,000

GENERAL SUMMARY
THE JUDICIARY
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Supreme Court of the Philippines and the Lower Courts	₱ 2,012,826,000	₱ 404,480,000	₱	₱ 2,417,306,000
B. Sandiganbayan	23,098,000	10,225,000		33,323,000
C. Court of Appeals	101,692,000	37,774,000	2,592,000	142,058,000
D. Court of Tax Appeals	5,486,000	6,319,000	500,000	12,305,000
<hr/>				
Total New Appropriations, The Judiciary	₱ 2,143,102,000	₱ 458,798,000	₱ 3,092,000	₱ 2,604,992,000

GENERAL SUMMARY
 CONSTITUTIONAL OFFICES
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Civil Service Commission.....	₱ 144,195,000	₱ 57,168,000	₱ 2,500,000	₱ 203,863,000
A.1 Career Executive Service Board.....	6,051,000	9,474,000	10,000	15,535,000
A.2 Professional Regulation Commission	28,467,000	20,820,000	885,000	50,172,000
B. Commission on Audit	1,376,796,000	102,456,000	5,000,000	1,484,252,000
C. Commission on Elections	464,151,000	163,711,000		627,862,000
<hr style="border-top: 1px dashed black;"/>				
Total New Appropriations, Constitutional Offices	₱ 2,019,660,000	₱ 353,629,000	₱ 8,395,000	₱ 2,381,684,000

GENERAL SUMMARY
OFFICE OF THE OMBUDSMAN
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Office of the Ombudsman	₱ 81,130,000	₱ 26,698,000	₱ 16,000,000	₱ 123,828,000
Total New Appropriations, Office of the Ombudsman	₱ 81,130,000	₱ 26,698,000	₱ 16,000,000	₱ 123,828,000

GENERAL SUMMARY
 COMMISSION ON HUMAN RIGHTS
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Commission on Human Rights	₱ 55,690,000	₱ 28,999,000		₱ 84,689,000
Total New Appropriations, Commission on Human Rights	₱ 55,690,000	₱ 28,999,000		₱ 84,689,000

GENERAL SUMMARY
AUTONOMOUS REGIONS
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Cordillera Administrative Region ...	₱ 15,684,000	₱ 9,673,000	₱	₱ 25,357,000
A.1 Cordillera Administrative Region (Proper)	11,660,000	2,868,000		14,528,000
A.2 Kalinga Special Development Authority	4,024,000	6,805,000		10,829,000
B. Autonomous Regional Government in Muslim Mindanao	997,138,000	321,397,000	615,078,000	1,933,613,000

Total New Appropriations, Autonomous Regions	₱ 1,012,822,000	₱ 331,070,000	₱ 615,078,000	₱ 1,958,970,000
=====				

GENERAL SUMMARY
 BUDGETARY SUPPORT TO GOVERNMENT CORPORATIONS
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Budgetary Support to Government Corporations	₱ 15,000,000	₱ 26,979,000	₱ 41,979,000	₱ 41,979,000
Total New Appropriations, Budgetary Support to Government Corporations	₱ 15,000,000	₱ 26,979,000	₱ 41,979,000	₱ 41,979,000

GENERAL SUMMARY
INTERNAL REVENUE ALLOTMENT
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Internal Revenue Allotment				₱ 37,072,000,000 -----
Total New Appropriations, Internal Revenue Allotment				₱ 37,072,000,000 =====

GENERAL SUMMARY
 AGRARIAN REFORM FUND
 CURRENT OPERATING EXPENDITURES

	Personal Services		Maintenance and Other Operating Expenses		Capital Outlays		Total
A. Agrarian Reform Fund	₱ 27,909,000	₱	12,091,000	₱	10,000,000	₱	50,000,000
Total New Appropriations, Agrarian Reform Fund	₱ 27,909,000	₱	12,091,000	₱	10,000,000	₱	50,000,000

GENERAL SUMMARY
 CALAMITY FUND
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Calamity Fund	₱	500,000,000	₱ 1,100,000,000	₱ 1,600,000,000
Total New Appropriations, Calamity Fund	₱	500,000,000	₱ 1,100,000,000	₱ 1,600,000,000

GENERAL SUMMARY
CONTINGENT FUND
CURRENT OPERATING EXPENDITURES

		Personal Services		Maintenance and Other Operating Expenses		Capital Outlays		Total
A. Contingent Fund	₱	200,000,000	₱	300,000,000	₱	100,000,000	₱	600,000,000
Total New Appropriations, Contingent Fund	₱	200,000,000	₱	300,000,000	₱	100,000,000	₱	600,000,000

GENERAL SUMMARY
COUNTRYWIDE DEVELOPMENT FUND
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Countrywide Development Fund....	₱	250,000,000	₱ 2,702,000,000	₱ 2,952,000,000
Total New Appropriations, Countrywide Development Fund....	₱	250,000,000	₱ 2,702,000,000	₱ 2,952,000,000

GENERAL SUMMARY
 FACULTY AND STAFF DEVELOPMENT FUND OF STATE UNIVERSITIES AND COLLEGES
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Faculty and Staff Development Fund of State Universities and Colleges	₱ 10,000,000	₱ 30,000,000		₱ 40,000,000
Total New Appropriations, Faculty and Staff Development Fund of State Universities and Colleges	₱ 10,000,000	₱ 30,000,000		₱ 40,000,000

GENERAL SUMMARY
FOREIGN-ASSISTED PROJECTS SUPPORT FUND
CURRENT OPERATING EXPENDITURES

		Personal Services		Maintenance and Other Operating Expenses		Capital Outlays		Total
A. Foreign-Assisted Projects Support Fund	₱	40,907,000	₱	132,685,000	₱	1,582,035,000	₱	1,755,627,000
<hr style="border-top: 1px dashed black;"/>								
Total New Appropriations, Foreign-Assisted Projects Support Fund	₱	40,907,000	₱	132,685,000	₱	1,582,035,000	₱	1,755,627,000
<hr style="border-top: 3px double black;"/>								

GENERAL SUMMARY
GENERAL FUND ADJUSTMENTS
CURRENT OPERATING EXPENDITURES

	Personal Services		Maintenance and Other Operating Expenses		Capital Outlays		Total
A. General Fund Adjustments	₱ 60,000,000	₱	150,000,000	₱	90,000,000	₱	300,000,000
Total New Appropriations, General Fund Adjustments	₱ 60,000,000	₱	150,000,000	₱	90,000,000	₱	300,000,000

GENERAL SUMMARY
INTEGRATED AREA DEVELOPMENT PROJECTS
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Aurora Integrated Area Development				
Project	₱ 4,131,000	₱ 7,826,000	₱ 1,200,000	₱ 13,157,000
B. Bondoc Development Program	3,520,000	5,400,000	1,000,000	9,920,000
C. Palawan Council for Sustainable Development Staff	12,836,000	13,454,000	2,000,000	28,290,000
<hr/>				
Total New Appropriations, Integrated Area Development Projects	₱ 20,487,000	₱ 26,680,000	₱ 4,200,000	₱ 51,367,000

GENERAL SUMMARY
INTERNATIONAL COMMITMENTS FUND
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. International Commitments Fund..		₱ 2,056,770,000		₱ 2,056,770,000
		<u>2,056,770,000</u>		<u>2,056,770,000</u>
Total New Appropriations, International Commitments Fund..		₱ 2,056,770,000		₱ 2,056,770,000
		<u><u>2,056,770,000</u></u>		<u><u>2,056,770,000</u></u>

GENERAL SUMMARY
 LOCAL OFFICIALS INSURANCE PREMIUM FUND
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Local Officials Insurance Premium	₱ 47,000,000			₱ 47,000,000
	<u>47,000,000</u>			<u>47,000,000</u>
Total New Appropriations, Local Officials Insurance Premium Fund	₱ 47,000,000			₱ 47,000,000
	<u><u>47,000,000</u></u>			<u><u>47,000,000</u></u>

GENERAL SUMMARY
 MISCELLANEOUS PERSONNEL BENEFITS FUND
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Miscellaneous Personnel Benefits Fund				₱ 2,080,000,000 -----
Total New Appropriations, Miscellaneous Personnel Benefits Fund				₱ 2,080,000,000 =====

GENERAL SUMMARY
 NATIONAL RECONCILIATION DEVELOPMENT PROGRAM
 CURRENT OPERATING EXPENDITURES

		Personal Services		Maintenance and Other Operating Expenses		Capital Outlays		Total
A. National Reconciliation Development								
Program	₱	5,000,000	₱	45,000,000	₱	170,000,000	₱	220,000,000
Total New Appropriations, National Reconciliation Development Program	₱	5,000,000	₱	45,000,000	₱	170,000,000	₱	220,000,000

GENERAL SUMMARY
 PALARONG PAMBANSA FUND
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total		
A. Palarong Pambansa Fund	₱	34,720,000	₱	115,280,000	₱	150,000,000

Total New Appropriations, Palarong Pambansa Fund	₱	34,720,000	₱	115,280,000	₱	150,000,000
=====						

GENERAL SUMMARY
PROPERTY REPLACEMENT FUND
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Property Replacement Fund		₱ 100,000,000		₱ 100,000,000
		-----		-----
Total New Appropriations, Property Replacement Fund		₱ 100,000,000		₱ 100,000,000
		=====		=====

GENERAL SUMMARY
REGIONAL DEVELOPMENT FUND
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Regional Development Fund	₱ 4,200,000	₱ 23,000,000	₱ 800,000	₱ 28,000,000
Total New Appropriations, Regional Development Fund	₱ 4,200,000	₱ 23,000,000	₱ 800,000	₱ 28,000,000

GENERAL SUMMARY
REGIONAL INTEGRATION FUND OF STATE UNIVERSITIES AND COLLEGES
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Regional Integration Fund of State Universities and Colleges		₱ 10,000,000		₱ 10,000,000
		<u>10,000,000</u>		<u>10,000,000</u>
Total New Appropriations, Regional Integration Fund of State Universities and Colleges		₱ 10,000,000		₱ 10,000,000
		<u>10,000,000</u>		<u>10,000,000</u>

GENERAL SUMMARY
 COMPENSATION ADJUSTMENT FUND
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Compensation Adjustment Fund	₱ 2,600,000,000			₱ 2,600,000,000
.....	-----			-----
Total New Appropriations, Compensation Adjustment Fund	₱ 2,600,000,000			₱ 2,600,000,000
	=====			=====

GENERAL SUMMARY
 AUTOMATIC APPROPRIATIONS FOR DEBT SERVICE
 CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Automatic Appropriations for Debt Service				₱ 100,000,000,000 -----
Total New Appropriations, Automatic Appropriations for Debt Service				₱ 100,000,000,000 =====

GENERAL SUMMARY
UNPROGRAMMED FUND
CURRENT OPERATING EXPENDITURES

	Personal Services	Maintenance and Other Operating Expenses	Capital Outlays	Total
A. Unprogrammed Fund	₱ 150,000,000	₱ 2,450,000,000	₱ 9,300,000,000	₱ 11,900,000,000
Total New Appropriations, Unprogrammed Fund	₱ 150,000,000	₱ 2,450,000,000	₱ 9,300,000,000	₱ 11,900,000,000

GENERAL PROVISIONS

RECEIPTS AND INCOME

SEC. 2. *Fees, Charges and Assessments.* – All fees, charges, assessments, and other receipts or revenues collected by departments, bureaus, offices or agencies in the exercise of their functions, at such rates as are now or may be approved by the Secretary concerned, shall be deposited with the National Treasury and shall accrue to the General Fund pursuant to Section 44 of Book VI, E.O. No. 292 and Section 3 of B.P. Blg. 325: *Provided,* That certain receipts may be recorded as income of a Special Fund, a Fiduciary or a Trust Fund, or a fund other than the General Fund, when authorized by law and following such rules and regulations as may be issued by the Permanent Committee created under Section 45 of Book VI, E.O. No. 292: *Provided, further,* That all revenues or income accruing to special accounts in the General Fund may be made available for expenditure, subject to the Special Provision in this Act for the agencies concerned and to Special Budgets required under Section 35 of Book VI, E.O. No. 292: and *Provided, furthermore,* That whenever practicable and taking into account the cost reduction program of the government, when an agency contracts with another government office for fabrication of furniture or equipment, or for computer, printing or other services, the agency rendering such services may assess the requesting agency for the cost of production and services rendered and may utilize the proceeds thereof subject to Section 35 of Book VI, E.O. No. 292, except as otherwise provided in this Act: and *Provided, finally,* That the schedule of fees, charges and assessments collectible by any government agency including government-owned and/or controlled corporations shall be posted in big bold characters in a conspicuous place in said government agency or corporations including its branches or extension offices and that the updating and continuous display of said schedule shall be the responsibility of the head of the agency or corporation concerned.

SEC. 3. *Revolving Fund.* – Revolving funds shall be established and maintained only in cases where said funds are expressly created and authorized by law. Revolving funds already in existence shall continue their operations, except those which are converted into "Use of Income" provisions in this Act. Receipts

derived from business-type activities of departments, bureaus, offices or agencies which are authorized by law to be constituted into a Revolving Fund shall be separately recorded and deposited in an authorized government depository bank, and may be made available for operational expenses of the said activity of the agency concerned, subject to the conditions prescribed under the special provision of the agency concerned and the rules and regulations as may be prescribed by the aforementioned Permanent Committee. The Revolving Fund shall be considered self-perpetuating and self-liquidating and all obligations or expenditures incurred by virtue of said business-type activities shall be charged against the Revolving Fund: *Provided*, That interest and other income earned shall be deposited with the National Treasury and shall accrue to the General Fund pursuant to Section 65 of P.D. No. 1445 in relation to Section 29(l) of Article VI of the Constitution. The agency concerned shall submit to the Department of Budget and Management, copy furnished the House Committee on Appropriations and the Senate Committee on Finance, a quarterly report of the income from this Fund and a quarterly report of expenditure. In case of failure to submit said requirements, no withdrawal in the subsequent quarter shall be allowed in audit except upon certification of the Department of Budget and Management that said report was submitted.

SEC. 4. *Trust Receipts.* – Receipts from non-tax sources authorized by law for specific purposes which are collected/received by a government office or agency acting as a trustee, agent or administrator, or which have been received as guaranty for the fulfillment of an obligation, and all other collections classified by law or regulations as trust receipts shall be treated as a trust liability of the agency concerned and deposited in an authorized government depository bank or in the National Treasury, as the case may be, subject to the conditions prescribed under the Special Provisions of the agency concerned and to the rules and regulations as determined by the Permanent Committee created under Section 45 of Book VI, E.O. No. 292. Payment out of such funds shall be made in accordance with the purpose for which the fund is created and subject to accounting and auditing regulations: *Provided*, That deposits in authorized government depository banks shall be withdrawable, subject to existing budget, accounting and auditing rules and regulations without the need for issuance of a

Notice of Cash Allocation: *Provided, further*, That if the amount is deposited in an interest-earning account, the interest shall accrue to the General Fund and shall be remitted to the National Treasury at the end of each quarter.

SEC. 5. *Seminar and Conference Fees.* – Departments, bureaus, offices or agencies which conduct training programs approved jointly by the Department of Budget and Management and the Civil Service Commission are authorized to collect seminar and conference fees from government and private agency participants, at such standard rates as the Department of Budget and Management and the Civil Service Commission shall deem appropriate. The proceeds derived from such seminars or conferences may be made available for the conduct of such seminars and conferences, subject to pertinent budget, accounting and auditing rules and regulations: *Provided*, That any excess therefrom shall be remitted to the National Treasury: *Provided, further*, That upon the conclusion of the seminar or conference, the office authorized to conduct the same shall submit to the Department of Budget and Management a report of the income realized and of the expenses incurred: *Provided, finally*, That no appropriation authorized in this Act shall be used to support or augment expenses for seminars or conferences.

SEC. 6. *Sale of Non-Serviceable, Obsolete and Other Unnecessary Equipment.* – Departments, bureaus, offices or agencies are hereby authorized to sell non-serviceable, obsolete, and other unnecessary equipment. Fifty percent (50%) of the proceeds from the sale of equipment of the agency shall be deemed automatically appropriated for the purchase of new ones except cars, vans and the like and for the repair or rehabilitation of existing vital equipment for which no fund has been provided in this Act.

SEC. 7. *Sale of Products.* – Departments, bureaus, offices or agencies are hereby authorized to sell products of agricultural, industrial or other projects, including official publications. The proceeds derived therefrom shall be deposited with the National Treasury and shall accrue to the General Fund, pursuant to Section 44 of Book VI, E.O. No. 292, unless otherwise provided by law or by Special Provision in this Act.

SEC. 8. *Donations.* – Departments, bureaus, offices or agencies are authorized to accept donations, contributions, grants, bequests or gifts, in cash or in kind, from foreign governments, international and local agencies, private entities or individuals for purposes relevant to their functions. Such receipts shall be accounted for in the books of the government and shall be subject to pertinent accounting and auditing rules and regulations.

Such donations, whether in cash or in kind, shall be deemed automatically appropriated for the purposes specified by the donor. Receipts from cash donations and sale of donated commodities shall be remitted to the National Treasury and recorded as a Special Account in the General Fund. The Department of Budget and Management shall issue the necessary obligational authority on the basis of the grant agreement and in accordance with a Work and Financial Plan to be submitted by the recipient agency. The corresponding cash requirements shall be released upon remittance of the grant proceeds as certified by the Bureau of the Treasury. The agency concerned shall submit to the Department of Budget and Management and to the Commission on Audit a quarterly report of the expenditures or disbursements of the amount released. The implementation of this section shall be in accordance with the rules and regulations issued jointly by the Department of Budget and Management and the Department of Finance.

SEC. 9. *Expenditures Funded from Borrowings.* – The amounts appropriated in this Act and funded from local or foreign borrowings shall be released in accordance with loan drawdowns or in the manner stipulated in the financing agreement concerned, subject to Section 35 of Book VI, E.O. No. 292.

SEC. 10. *Foreign Purchases and Other Importations.* – Purchases under foreign military sales agreements, heavy equipment imports for infrastructure projects and other importations of agencies which are financed by foreign borrowings or by Central Bank consolidated borrowing programs shall be subject to the requirement of a certification of availability of appropriations released for the purpose, to the requirements of LOI No. 880 and to applicable laws, rules and regulations.

SEC. 11. *Loan Agreements.* – Departments, bureaus, offices or agencies, including government-owned and/or controlled corporations, shall in no case enter into foreign or domestic loan agreements, whether in cash or in kind, except upon concurrence of the Secretary of Budget and Management with respect to peso requirements and implications on expenditure ceilings and prior approval of the President of the Philippines, with the prior concurrence of the Monetary Board, subject to such limitations as may be provided by law: *Provided,* That the Monetary Board shall, within thirty days from the end of every quarter of the calendar year, submit to the Congress of the Philippines a report of its decisions on applications for loans to be contracted or guaranteed by the government or government-owned and/or controlled corporations which have the effect of increasing the foreign debt. Loans shall not be contracted by agencies of the national government unless the full amount of the loan is covered by an Obligational Authority issued by the Secretary of Budget and Management. For this purpose, the budgetary implications of foreign-assisted projects shall be explicitly considered by the Secretary of Budget and Management and the office or agency concerned at the time of project design and financing negotiations. The project study shall specify the cash flow requirements of the project among others, for: (a) payment of principal and interest; (b) peso component of capital costs and project preparation; (c) infrastructure and support facilities needed to be directly financed by government; (d) operating and other expenditures which will be ultimately required for general fund support when the project is implemented; and (e) peso requirements needed as counterpart.

SEC. 12. *Performance Bonds and Deposits.* – Performance bonds and deposits filed or posted by private persons or entities with agencies of the government shall be deposited with an authorized government depository bank as trust liabilities and under the name of the agency concerned. Upon faithful performance of the undertaking or termination of the obligation for which the bond or deposit was required, any amount due shall be returned to the filing party and the office or agency concerned, withdrawable in accordance with accounting and auditing rules and regulations: *Provided,* That any interest accruing on deposit accounts and any forfeited amounts shall be recorded as income of the General Fund and shall be remitted to the National

Treasury at the end of each quarter. This provision shall apply to bonds posted in cash, such as bidder's bond, guaranty bonds, bail bonds, judicial deposits for the benefit of clients, cash under litigation deposited in court or quasi-judicial bodies and other refundable and judicial bonds, and all bonds and deposits required by law, rules and regulations to be posted to ensure the faithful performance of an activity or undertaking.

AUTHORIZED EXPENDITURES

SEC. 13. *Restrictions on the Use of Appropriated Funds.*
– The amounts released, particularly for, but not limited to, petroleum, oil and lubricants as well as for water, illumination and power services, telephone and other communication services, rents, retirement gratuity and terminal leave requirements shall be disbursed solely for such items of expenditures in accordance with the Work and Financial Plan as approved by the Secretary of Budget and Management.

The use of funds in violation of this section shall be null and void, and shall subject the erring officials and employees to disciplinary action under the provisions of Section 43 and 80 of Book VI, E.O. No. 292 and to appropriate criminal action under existing penal laws.

SEC. 14. *Restrictions on the Use of Government Funds.*
– No government funds shall be utilized for the following purposes:

(1) To purchase motor vehicles, except medical ambulances, military and police patrol vehicles, other utility vehicles, those used for mass transport when necessary in the interest of the public service, and those authorized by the President, the Senate President, the Speaker of the House of Representatives, or the Chief Justice of the Supreme Court;

(2) To defray foreign travel expenses of any government official or employee, except in the case of training seminar or conference abroad when the officials and other personnel of the foreign mission cannot effectively represent the country therein and travels necessitated by international commitments;

(3) To provide fuel, parts, repair and maintenance to any government vehicle which is not permanently marked "For Official Use Only" with the name or logo of the agency, nor otherwise properly identified as a government vehicle and does not carry its official government plate number, except official vehicles assigned to the President, Vice-President, Senate President, Speaker of the House of Representatives, Chief Justice of the Supreme Court and Chairmen of the Constitutional Commissions and those used by personnel performing intelligence and national security functions: *Provided*, That in case of transport crisis, such as that occasioned by street demonstrations, welgang bayan, floods, typhoons and other emergencies, all government vehicles of any type whether luxury cars or utility vehicles, shall be made available to meet the emergency and utilized to transport for free the commuters on a round-the-clock basis;

(4) To pay honoraria, allowances or other forms of compensation to any government official or employee, except those specifically authorized by law;

(5) To be invested in non-government securities, money market placements and similar investments or deposited in private banking institutions.

The provisions of this section shall apply to local government units, political subdivisions and government-owned and controlled corporations.

The implementation of this section shall be in accordance with the rules and regulations issued by the Department of Budget and Management, in coordination with the Commission on Audit.

SEC. 15. National Internal Revenue Taxes, and Import Duties of National and Local Government Agencies as well as Government-Owned And / Or Controlled Corporations, Including Armed Forces of the Philippines Commissary Exchange Service (AFPCEs) and Philippine National Police Storage Store System (PNPSSS). – National internal revenue taxes and import duties payable by national government agencies to the National Government as well as customs duties and taxes for the importation of equipment by local government units, are deemed

automatically appropriated. Tax expenditure subsidy to various government-owned and/or controlled corporations, including AFPCES, thru the Department of National Defense, and PNPSSS thru the Department of the Interior and Local Government, shall be deemed automatically appropriated, subject to approval by the Fiscal Incentives Review Board (FIRB) pursuant to Executive Order No. 93, as amended. The amounts pertaining to such taxes and duties shall be considered as revenue and expenditure of the government.

The implementation of this section shall be in accordance with guidelines jointly issued by the Department of Budget and Management and the Department of Finance.

SEC. 16. *Expenditure Components.* – Except by act of the Congress of the Philippines, no change or modification shall be made in the expenditure items authorized in this Act and other appropriations laws unless in cases of augmentations from savings in appropriations as authorized under Section 25(5) of Article VI of the Constitution.

SEC. 17. *Use of Savings.* – The President of the Philippines, the President of the Senate, the Speaker of the House of Representatives, the Chief Justice of the Supreme Court, the Heads of Constitutional Commissions under Article IX of the Constitution, the Ombudsman, and the Commission on Human Rights are hereby authorized to augment any item in this Act for their respective offices from savings in other items of their respective appropriations.

SEC. 18. *Priority in the Use of Savings.* – In the use of savings, priority shall be given to the augmentation of the amounts set aside for compensation, bonus, retirement gratuity, terminal leave and other personnel benefits authorized by law and those expenditure items authorized in agency Special Provisions and in other sections of the General Provisions of this Act.

SEC. 19. *Meaning of Savings and Augmentation.* – Savings refer to portions or balances of any programmed appropriation free of any obligation or encumbrance still available after the satisfactory completion or unavoidable discontinuance

or abandonment of the work, activity or purpose for which the appropriation is authorized, or arising from unpaid compensation and related costs pertaining to vacant positions and leaves of absence without pay.

Augmentation implies the existence in this Act of an item, project, activity or purpose with an appropriation which upon implementation or subsequent evaluation of needed resources is determined to be deficient. In no case, therefore, shall a non-existent item, project, activity, purpose or object of expenditure be funded by augmentation from savings or by the use of appropriations authorized otherwise in this Act.

SEC. 20. *Information Outlay.* – The appropriations pertaining to information activities of various departments, bureaus, offices or agencies shall be released upon presentation of an appropriate program of activities prepared by their respective Heads, copies of which shall be furnished the House Committee on Appropriations and the Senate Committee on Finance.

SEC. 21. *Purchase of Supplies, Materials and Equipment Spare Parts.* – The stock on hand of supplies, materials and equipment spare parts to be acquired through ordinary purchase out of appropriations herein provided shall at no time exceed normal three-month requirements, subject to pertinent rules and regulations issued by competent authority: *Provided,* That heads of departments, bureaus, offices or agencies or other instrumentalities of the government may approve the build-up of stocks on hand of critical supplies and materials as defined or specified by the Department of Budget and Management in anticipation of cost increases, of requirement of a national emergency, or of an impending shortage in the items concerned, specifying maximum quantities of individual items. Unless otherwise approved by the President, upon the joint recommendation of the Secretary concerned and the Chairman of the Commission on Audit, these stocks shall not exceed one year's need.

SEC. 22. *Emergency Purchases.* – Unless otherwise provided in this Act, departments, bureaus, offices or agencies of the National Government are authorized to make emergency

purchases of supplies, materials and spare parts of motor transport equipment that are urgently needed for the repair of ambulances, motor vehicles, vessels and aircrafts or to meet an emergency which may involve the loss of, or danger to, life and/or property, or are to be used in connection with a project or activity which cannot be delayed without causing detriment to the public service, in a monthly amount not exceeding four percent of the annual agency expenditure program for supplies and materials out of the appropriations allotted for maintenance and other operating expenses of the agency concerned, except as may be authorized by the President of the Philippines upon the joint recommendation of the Department of Budget and Management and the Commission on Audit.

SEC. 23. *Purchase of Locally Manufactured Products.* – All appropriations for the procurement of equipment, supplies and materials authorized in this Act shall be used only for the purchase of locally manufactured equipment, parts, accessories, medicines and drugs, supplies and materials, except when none of the desired quality or standard is available in the market or when the price of the locally manufactured product is more than fifteen percent (15%) of that of a similar product offered by an entity other than a domestic entity pursuant to Section 4 of the Flag Law (Commonwealth Act No. 138), as amended.

SEC. 24. *Cultural and Athletic Activities.* – An amount not exceeding P45,000 *per annum* out of the appropriations allotted for maintenance and other operating expenses for each department, bureau, office or agency and P15,000 for each regional office of each regionalized department, bureau, office or agency, may be used for cultural and athletic activities, including purchase of uniforms at not more than P500 for each participant, and for supplies and necessary expenses for said activities. The amounts fixed in this Section constitute the allowable maximum to be expended by any department, bureau, office or agency for its cultural and athletic activities, except as otherwise approved by the President of the Philippines: *Provided*, That these amounts may be pooled by the Secretary concerned into one fund, programmed and controlled to best serve the needs of the department and all the offices, bureaus and agencies therein.

For purposes of this section, the term "office or agency" shall be construed to refer only to departments and bureaus, and the regular government offices or agencies under them.

SEC. 25. *Contracting Multi-Year Projects.* – In the implementation of multi-year projects, no agency shall enter into a contract without a multi-year Obligational Authority issued by the Department of Budget and Management for the purpose.

Notwithstanding the issuance of the multi-year Obligational Authority, the obligation to be incurred in any given calendar year, shall in no case exceed the amount programmed for implementation of the multi-year projects during said calendar year.

SEC. 26. *Extraordinary and Miscellaneous Expenses.* – Appropriations herein authorized may be used for extraordinary expenses not exceeding:

- (a) P120,000 for each Secretary or equivalent;
- (b) P40,000 for each Undersecretary or equivalent;
- (c) P16,000 for each Assistant Secretary, head of bureau or organization of equal rank to a bureau and for each Department Regional Director; and
- (d) P8,000 for each Bureau Regional Director.

In addition, miscellaneous expenses not exceeding P24,000 for each of the offices under the above named officials are herein authorized.

For purposes of this Section, extraordinary and miscellaneous expenses shall include, but shall not be limited to, expenses incurred for:

- (a) meetings, seminars and conferences;
- (b) official entertainment;

- (c) public relations;
- (d) educational, athletic and cultural activities;
- (e) contributions to civic or charitable institutions;
- (f) membership in government associations;
- (g) membership in national professional organizations duly accredited by the Professional Regulation Commission;
- (h) membership in the Integrated Bar of the Philippines;
- (i) subscription to professional technical journals and informative magazines, library books and materials;
- (j) office equipment and supplies; and
- (k) other similar expenses not supported by the regular budget allocation.

In case of deficiency, the fund provided for the purpose shall be augmented from savings of the agency.

No portion of the amounts authorized herein shall be used for salaries, wages, allowances, intelligence and confidential expenses.

These expenditures shall be subject to the accounting and auditing rules and regulations.

SEC. 27. Release of Intelligence and Confidential Funds.
– No amount appropriated in this Act shall be released or disbursed for confidential and intelligence activities unless specifically identified and authorized as such intelligence or confidential fund in this Act.

Intelligence and confidential funds provided for in the budgets of departments, bureaus, offices or agencies of the national government, including amounts from savings authorized by

Special Provisions to be used for intelligence and counter-intelligence activities, shall be released only upon approval of the President of the Philippines: *Provided*, That at least eighty percent (80%) of intelligence and confidential funds shall be used for field operations.

All departments, bureaus and offices shall submit to the Secretary of the Department of Budget and Management, the Chairman of the House Committee on Appropriations and the Chairman of the Senate Committee on Finance, a quarterly report on the utilization of intelligence and confidential funds.

SEC. 28. *Release of Funds.* – Any provision of law to the contrary notwithstanding, the appropriations authorized for the Judiciary, Congress of the Philippines, the Commission on Human Rights, the Office of the Ombudsman, the Civil Service Commission, the Commission on Audit and the Commission on Elections in this Act shall be automatically and regularly released in accordance with a Work and Financial Plan.

SEC. 29. *Disbursement of Funds.* – All appropriated funds shall be disbursed only through the National Treasury and/or originally-chartered government-owned or controlled banks.

SEC. 30. *Funding of Contracts and Future Payment of Contractual Obligations.* – Notwithstanding the availability of deferred payment terms, departments, bureaus, offices or agencies concerned, before entering into contracts involving the expenditure of public funds, including contracts for services or consultancy, contracts of lease, equipment rental, construction of partitions or improvements in leased buildings, or contracts involving an increase in the approved contract price shall secure a certification of availability of funds for the purpose from the agency Chief Accountant, subject to applicable rules and regulations as may be issued by the Department of Budget and Management and to Sections 40 and 58 of Book VI, E.O. No. 292: *Provided*, That the certification of availability of funds sufficient to cover the cost of the contracted activities shall be contained in and made part of the contract duly signed by the Chief Accountant of the contracting agency, as provided for by LOI No. 968. Departments, bureaus, offices or agencies, before entering into contracts for delivery of

goods or services against future payment, shall likewise first secure a certification of the availability of the full contracted amount for such goods or services out of the agency's appropriations. No contracts shall be entered into nor work undertaken without such certification of fund availability.

SEC. 31. *Service Contracts.* – Departments, bureaus, offices or agencies of the National Government are hereby authorized to enter into contracts with private firms and non-governmental organizations for services related or incidental to their respective functions and operations, through public bidding or negotiated contracts, whenever it is impractical or more expensive for the government to directly undertake such functions and operations, subject to accounting and auditing rules and regulations: *Provided*, That the execution of the service contracts shall not operate to automatically abolish or render vacant any existing occupied position in the contracting office or agency.

SEC. 32. *Health Financial Assistance Program.* – Subject to the enactment of a law for the purpose, the amount necessary to cover increases authorized in medicare benefits for GSIS Medicare beneficiaries shall be taken from budgetary savings of national government agencies. For this purpose, the Department of Budget and Management is hereby authorized to set aside the amount necessary to cover the FY 1993 Financial Assistance Program from the appropriations provided in this Act for the current operating expenses of the national government agencies concerned. In subsequent years, the requirement for the Health Financial Assistance Program shall be included in the respective budgets of the agencies concerned. The Department of Budget and Management, the Philippine Medical Care Commission and the Government Service Insurance System shall jointly promulgate the necessary rules and regulations to implement this Section.

SEC. 33. *Funding of Personnel Benefits.* – The personnel benefits costs of government officials and employees shall be charged against the respective funds from which their compensations are paid.

All authorized supplemental or additional compensation, fringe benefits and other personal services costs of officials and employees whose salaries are drawn from special accounts or special funds, such as salary increases and adjustments, merit increases, incentive and service fees, vacation and sick leaves, retirement and life insurance premiums, compensation insurance premiums, health insurance (Medicare) premiums, HDMF contributions, hospitalization and medical benefits, scholarship and educational benefits, training and seminar expenses, all kinds of allowances, whether commutable or reimbursable, in cash or in kind, and other personnel benefits and privileges authorized by law, including the payment of retirement gratuities, separation pay and terminal leave benefits, shall be charged against the corresponding fund from which their basic salaries are drawn and in no case shall such personnel benefits costs be charged against the General Fund of the national government.

Officials and employees on detail with other offices, including the representatives and support personnel of auditing units assigned to serve other offices or agencies, shall be paid their salaries, emoluments, allowances and the foregoing supplemental compensation, fringe benefits and other personal services costs from the appropriations of their parent agencies, and in no case shall such be charged against the appropriations of the agencies where they are assigned or detailed, except when authorized by law.

SEC. 34. *Personnel Benefits Fund.* – The Employees Compensation Insurance Premium Fund, the National Government Contributions to the Health Insurance (Medicare) Fund and the Employers' Share in the Home Development Mutual Fund (Pag-IBIG) shall be released directly by the Department of Budget and Management to the Government Service Insurance System and the Home Development Mutual Fund.

Payment of amelioration benefits to cover the year-end bonus and cash gift provided under Republic Act No. 6686 shall be released to the department, bureau, office or agency concerned.

Savings generated in one department, bureau, office or agency shall be used to augment deficient funds in other departments, bureaus, offices or agencies.

SEC. 35. *Appropriations for Salary Standardization.* – The appropriations in this Act for salary standardization, cost of living and other allowances authorized in the respective budgets of departments, bureaus, offices and agencies shall be used solely for the purpose of salary standardization as provided in Republic Act No. 6758.

Savings generated in one department, bureau, office or agency shall be used to augment deficient funds in other departments, bureaus, offices or agencies.

SEC. 36. *Representation and Transportation Allowances.* – The following officials and those of equivalent rank as may be determined by the Department of Budget and Management while in the actual performance of their respective functions are hereby granted monthly commutable representation and transportation allowances payable from the programmed appropriations provided for their respective offices, not exceeding the rates indicated below, which shall apply to each type of allowance:

- (a) At P2,500 for Secretaries or equivalent;
- (b) At P1,700 for Department Undersecretaries or equivalent;
- (c) At P1,500 for Assistant Secretaries, Bureau Directors and Department Regional Directors or equivalent;
- (d) At P1,400 for Assistant Bureau Directors, Department Assistant Regional Directors, Bureau Regional Directors, Department Service Chiefs or equivalent;
- (e) At P1,200 for Assistant Bureau Regional Directors or equivalent;

(f) At ₱1,100 for Chiefs of Divisions, identified as such in the Personal Services Itemization.

The transportation allowance herein authorized shall not be granted to officials who are assigned a government vehicle or use government motor transportation. Unless otherwise provided by law, no amount appropriated in this Act shall be used to pay for representation and/or transportation allowances, whether commutable or reimbursable, which exceed the rates authorized under this section. Previous administrative authorizations not consistent with the rates and conditions herein specified shall no longer be valid and payment shall not be allowed.

Allowances of those officials who are receiving salaries from special accounts or special funds shall be charged against the corresponding fund from which their salaries are charged. Officials on detail with other offices, including officials of the Commission on Audit assigned to serve other offices or agencies, shall be paid the allowance herein authorized from the appropriations of their parent agencies.

SEC. 37. Official Vehicles and Transport. – Government motor transportation may be used by the following officials, including those who may be specifically authorized by the President of the Philippines, the President of the Senate with respect to the Senate, and the Speaker, with respect to the House of Representatives, with costs chargeable to the appropriations authorized for their respective offices:

- (a) The President of the Philippines;
- (b) The Vice-President;
- (c) The President of the Senate;
- (d) The Speaker of the House of Representatives;
- (e) The Chief Justice of the Supreme Court;

(f) The Secretaries, Undersecretaries and officials of equivalent rank;

(g) The Presiding Justice of the Court of Appeals;

(h) Ambassadors, Ministers Plenipotentiary and Consuls in charge of Consulates, in their respective stations abroad;

(i) The Chief of Staff, the Vice-Chief of Staff, and the Commanding Generals of the major services of the Armed Forces of the Philippines; and

(j) The Heads of Constitutional Commissions.

SEC. 38. *Uniforms and Clothing Allowance.* – The appropriations herein provided for each department, bureau, office or agency may be used for uniform and clothing allowance of employees at not more than P1,000 each *per annum* which may be given in kind, subject to the discretion of the department head concerned. Savings in the appropriations for each department, bureau or office may be used for this purpose where no amount is specifically appropriated in this Act.

SEC. 39. *Hazard Duty Pay.* – Upon recommendation of the Department Head and approval of the Department of Budget and Management, hazard pay may be allowed to officials and employees who are actually assigned in hardship or difficult areas, strife-torn or embattled areas, distressed or isolated stations, prison camps, mental hospitals, radiation-exposed clinics or laboratories, or disease-infested areas or in areas declared under state of calamity or emergency for the duration thereof which expose them to great danger, contagion, radiation, volcanic activity/eruption, occupational risks or perils to life, chargeable to savings in the appropriations of the department/agency concerned, which shall not be less than P50 nor more than P150 each per month, except in cases where the rates are specifically provided for under special laws, charters or enabling acts, in which case such rates shall govern, or where more incentives are needed to attract applicants, in which case the sum may be augmented at rates to be determined by the Department Heads as may be

necessary: *Provided*, That hazard pay by reason of strife-torn or embattled areas shall be subject to the certification issued by the Secretary of National Defense and the rates thereof shall be determined by the Secretary of Budget and Management on the basis of the area classification certified by the Secretary of National Defense. The Secretary of Budget and Management and the Secretary of National Defense shall review from time to time authorizations for the payment of hazard duty pay in strife-torn and embattled areas earlier issued and shall terminate such authorizations in areas where conditions no longer justify the continuation of hazard duty pay.

SEC. 40. *Honoraria*. – Departments, bureaus, offices or agencies are authorized to use their respective appropriations for payment of honoraria as compensation for services rendered by researchers, experts and specialists who are acknowledged authorities in their field of specialization and military personnel who are rendering security service to the Congress of the Philippines, including its Committees, at such rates as the Department of Budget and Management may authorize, unless otherwise specifically provided by law.

SEC. 41. *Authorized Deductions, Incentive and Service Fees*. – Deductions from salaries, emoluments or other benefits accruing to any government employee may be allowed for the payment of obligations due or owing to government lending institutions such as government banks, the Government Service Insurance System, duly licensed insurance companies, savings and loans association, and those organized for, and managed by, government employees. Deductions under Section 21 of R.A. No. 4670, otherwise known as the Magna Carta for Public School Teachers may be allowed, including such deductions representing amortizations arising from educational loan for tuition fees, reasonable amount for textbooks and other school obligations granted by insurance companies duly licensed by the Insurance Commission: *Provided*, That such deductions shall not reduce the employee's take home pay to an amount lower than one thousand pesos, after deducting all other statutory deductions: *Provided, further*, That the agencies and offices with existing deduction arrangements with private lenders, shall continue such deductions until the credits/loans outstanding or the premiums

of the policies in force at the date of passage of this Act shall have been fully paid.

Service fees collected shall be deposited with the National Treasury or public financial institution and shall accrue to the General Fund, pursuant to Section 44 of Book VI, E.O. No. 292. Such fees may be made available for payment of incentive or service fees to employees who are actually and directly involved in the collection: *Provided, however,* That such payment to any employee may not, in the aggregate exceed fifty percent (50%) of his annual salary.

Any surplus of service fees deposited with the National Treasury pursuant to the provisions of the second paragraph hereof, shall form part of a provident fund to be established by the agency in favor of all its employees, which shall be available to employees for emergency needs, school and educational loans, hospitalization loans, minor but immediate need of repair of houses and other similar circumstances. This fund shall be administered pursuant to a set of uniform rules and regulations which the Office of the President shall promulgate.

SEC. 42. *Special Counsel Allowance.* – Lawyer-personnel in the legal staffs of departments, bureaus, offices or agencies of the National Government appearing in Court as special counsel in collaboration with the Solicitor General or Fiscals concerned are hereby authorized an allowance of P150 for each appearance, chargeable to savings in the appropriations allotted for personal services of their respective offices, but not exceeding P900 a month.

SEC. 43. *Quarters Allowance.* – Except as may be authorized by law, government officials and employees, who, by virtue of their positions, are furnished free quarters or are charged only a nominal rate in government-owned buildings, such as dormitories or living quarters in hospitals, state colleges, universities and schools, foreign posts and elsewhere, shall forfeit entitlement to any quarters allowance. In cases where portions of rented private buildings are authorized to be utilized for officials' quarters, the excess of rental cost over the quarters allowance of the officials shall be borne by the officials or employees concerned. Those who enjoy free quarters in government-owned or rented

buildings but who are not entitled to quarters privileges, shall be charged the corresponding cost of rentals therefor. Unless fixed by law or regulations, the rate of quarters allowance or rental, as the case may be, shall be determined by the Department of Budget and Management.

SEC. 44. *Compensation of Contractual Personnel.* – Heads of departments, bureaus, offices or agencies, when authorized in their respective appropriations as provided in this Act, may hire consultants, experts and other contractual personnel to perform specific vital activities or services which cannot be provided by the regular staff of the agency, limited to such period when their services are reasonably required and to activities that shall have a definite expected output. Such contractual personnel may be paid compensation inclusive of fees, honoraria, per diems compensation and allowances not exceeding 120 percent of the minimum salary of an equivalent position in the National Classification and Compensation Plan, except as may be authorized by the Department of Budget and Management in the following instances: (a) when the consultant or expert is an acknowledged authority in his field of specialization; and (b) where the consultant or expert is hired to perform a specific activity or service that requires technical skill and expertise which local labor force cannot provide, or if such expertise is available, the supply is limited: *Provided,* That in no case shall such compensation exceed the salary of his immediate superior, except as may be otherwise approved jointly by the Civil Service Commission and the Department of Budget and Management.

SEC. 45. *Use of Appropriations for Retirement Gratuity and Terminal Leave.* – Release of appropriations authorized in this Act to cover retirement gratuity benefit claims shall be made on the basis of the Work and Financial Plan of offices and agencies as approved by the Department of Budget and Management. In no case shall payment be made except on the basis of creditable services as computed by the Government Service Insurance System in accordance with the provisions of existing retirement laws. Unless otherwise authorized by law, no amount appropriated in this Act shall be used for payment of retirement gratuity under the provisions of Section 12(c) of C. A. No. 186, as amended by R. A. No. 1616 and terminal leave benefits of retiring officials

and employees which include in the computation thereof additional compensation as defined under retirement laws such as bonuses, per diems, allowances and overtime pay, or salary, pay or compensation given in addition to the base pay of the position or rank as fixed by law or regulation.

Savings generated in one department, bureau, office or agency shall be used to augment deficient funds in other departments, bureaus, offices or agencies.

The implementation of this section shall be in accordance with the rules and regulations issued jointly by the Civil Service Commission and the Department of Budget and Management.

SEC. 46. Unauthorized Pre-Retirement Promotions and Salary Increases. – No portion of the appropriations provided in this Act shall be used for automatic promotions or for salary increases and adjustments granted to retiring officials and employees, which are not authorized by law and duly formalized in a National Compensation Circular.

The implementation of this section shall be in accordance with the rules and regulations issued jointly by the Civil Service Commission and the Department of Budget and Management.

SEC. 47. Personal Liability of Officials for Payment of Unauthorized Personal Services Cost. – No official or employee of the National Government, including those of government-owned and/or controlled corporations, shall be paid any unauthorized personal services benefits charged against the appropriations in this Act, other appropriations laws or income of the government.

The payment of any unauthorized personal services benefits in violation of this Section is null and void. The erring officials and employees shall be subject to disciplinary action under the provisions of Sections 43 and 80 of Book VI, E.O. No. 292 and to appropriate criminal action under existing penal laws.

ADMINISTRATIVE PROCEDURES

SEC. 48. *Scaling Down and Phase-Out of Activities of Agencies within the Executive Branch.* – The heads of departments, bureaus, offices and agencies are hereby directed to identify their respective activities which are no longer essential in the delivery of public services and which may be scaled down, phased-out or abolished, subject to Civil Service rules and regulations. Said activities shall be reported to the Office of the President through the Department of Budget and Management and to the Chairman, Committee on Appropriations of the House of Representatives and the Chairman, Committee on Finance of the Senate. Actual scaling down, phase-out or abolition of the activities shall be effected pursuant to Circulars or Orders issued for the purpose by the Office of the President.

Savings generated by departments, bureaus, offices and agencies on the abolition, phase-out or scaling down of unnecessary activities may be used by the departments, bureaus, offices and agencies concerned for the augmentation of their respective programs, projects and activities.

SEC. 49. *Implementation of Reorganization.* – Pursuant to Section 42, Chapter 5, Book VI of the Administrative Code of 1987, the appropriations including the functions, projects, purposes, and activities authorized in this Act may be realigned as may be necessary to implement the reorganization of departments, bureaus, offices or agencies of the government as mandated by law. Any unexpended balances or savings in appropriations may be made available for the payment of retirement gratuities and separation benefits as authorized under existing laws to personnel affected by the reorganization.

SEC. 50. *Entitlement to Personnel Economic Relief Allowance (PERA).* – The Personnel Economic Relief Allowance (PERA) in the amount of Five hundred pesos (P500) per month shall be granted to all appointive national and local government employees occupying itemized plantilla positions with Salary Grade 23 or below, to casual and contractual employees of equivalent grade who have rendered at least twelve (12) months continuous or uninterrupted service and to company grade officers and non-

commissioned and enlisted personnel of the Armed Forces of the Philippines who are receiving regular pay and to uniformed personnel of the Philippine National Police, Bureau of Fire Protection, Bureau of Jail Management and Penology and the Philippine Public Safety College: *Provided*, That employees of government-owned and/or controlled corporations shall be paid from their respective corporate fund: *Provided, further*, That appointive local government employees, except members of local legislative bodies, shall be paid from their respective internal revenue allotment and local funds in accordance with the following schedule:

	For Provinces/ Cities	For Municipalities
Special Cities and 1st Class	100%	90%
2nd Class and 3rd Class	90%	80%
4th Class, 5th Class and 6th Class	80%	70%

Provided, furthermore, That no employee whether national, local or corporate, receiving commutable representation and/or transportation allowance or equivalent fringe benefits or allowances under existing corporate policy or practice shall be granted the Personnel Economic Relief Allowance (PERA) herein authorized.

SEC. 51. *Funding of National Government Agencies in the Autonomous Regions.* – National government offices and agencies in the Autonomous Region of Muslim Mindanao which are not excluded under paragraph (9), Section 2, Article V of R. A. No. 6734, together with their personnel, equipment, properties and budgets shall be placed under the control and supervision of the Regional Government, pursuant to a schedule prescribed by the Oversight Committee in accordance with its mandate under the provisions of R. A. No. 6734.

Prior to said transfer, the said agencies of the national government shall continue their operations and discharge of their respective functions.

SEC. 52. *Training Programs.* – Departments, bureaus, offices or agencies shall review and formulate their training programs to make the same responsive to the organizational needs and manpower requirements of agencies and the need to train personnel in skills and attitudes. Such training programs shall be consistent with the rules and regulations issued by the Training Coordination Committee created under LOI No. 754, which shall review and evaluate training activities.

SEC. 53. *Direct Release of Funds to Regional Offices.* – Funds allotted for regional offices but included in the budgets of their central offices or which are specifically allocated for the different regions shall be released directly to said regional offices. Imposition of any retention or deduction as reserves shall not be allowed except as may be authorized by the Department of Budget and Management. For this purpose, the Department of Budget and Management shall identify by region the expenditure programs of agencies in the national government budget and shall release funds intended for them in accordance with the approved regional distribution of expenditures specifying the region of destination. Copies of fund releases to the said regional offices shall be furnished the House Committee on Appropriations and the Senate Committee on Finance.

SEC. 54. *Prohibition Against Deduction/Retention of Allotment.* – Fund releases from appropriations provided in this Act for any function/project shall be transmitted intact or in full to the office or agency concerned and no retention or deduction as reserves or overhead shall be made, except as authorized by law or upon direction of the President of the Philippines. The Commission on Audit shall ensure compliance with this provision to the extent that sub-allotments by departments and/or central agencies to their subordinate offices are in conformity with allocations in budgetary Advice of Allotments issued by the Department of Budget and Management.

SEC. 55. *Work and Financial Plan.* – All departments, bureaus, offices and agencies, including government-owned and/or controlled corporations, shall submit their respective Work and Financial Plans as may be required by the Department of

Budget and Management as the basis for the release of allotments and notices of cash allocations.

The Work and Financial Plan shall be prepared in accordance with the form and content as prescribed by the Secretary of Budget and Management.

No deviations shall be allowed from the approved Work and Financial Plan except upon prior approval of the Secretary of Budget and Management.

Agencies, however, may augment an item of expenditure within Maintenance and Other Operating Expenses (MOOE) from savings in other items of MOOE not exceeding one third (1/3) of the appropriated amount to be augmented.

SEC. 56. Submission of Corporate Operating Budgets and Financial Statements. – All government-owned and controlled corporations shall submit through the Secretary of Budget and Management their respective corporate operating budgets for FY 1993 recommended by the Governing Board of the Corporations for consideration and final approval of the President of the Philippines. The corporate operating budgets shall be prepared following procedures and guidelines issued by the Secretary of Budget and Management and shall be accompanied with financial statements and other reports as may be required.

SEC. 57. Use of the Funds Allotted for Budgetary Support to Government Corporations. – The amounts herein appropriated for budgetary support to government-owned and/or controlled corporations which are included under the budgets of the Department/Offices to which these are attached, may be used to support operating expenses, loans outlays and equity investments or trust funds to be administered by government-owned and/or -controlled corporations: *Provided*, That payment of salaries, allowances and other benefits shall be in accordance with P.D. No. 985 and R.A. No. 6758 and that retirement gratuities paid from this fund shall be computed in accordance with the rates, conditions and procedures prescribed under existing retirement laws, rules and regulations: *Provided, further*, That in no case shall equity investments be used for salaries, allowances,

retirement gratuities and other benefits: *and Provided, finally,* That releases shall be subject to Section 35 of Book VI, E.O. No. 292 and LOImp. No. 29.

SEC. 58. *Fund Releases for Budgetary Support to Government Corporations.* – Funds herein appropriated for budgetary support to government-owned and/or controlled corporations shall be under the administration of the Department of Budget and Management. Said funds will be directly released to the recipient corporation through the Bureau of the Treasury. All requests for fund releases for subsidies or capital investments to government corporations shall emanate from their respective Boards through the Departments to which they are attached.

SEC. 59. *Offsets Against Budgetary Support for Government Corporations.* – The appropriations herein authorized for budgetary support to government corporations may be used by the Bureau of the Treasury for the corporate payments of the ten percent (10%) dividend under Executive Order No. 518, as amended by E.O. No. 399, as well as repayments for the loans relating to corporate obligations guaranteed by the Government of the Republic of the Philippines. If the total level of actual revenues at the end of 1992, liquid assets (i.e., cash and short term investments), bond investments and other fund sources of a government corporation exceed the corresponding projections consistent with the formulation of the 1993 budgetary support program, then the excess may be deducted from the said program and may be reduced to the extent of such favorable effect.

SEC. 60. *Interest Earnings on Budgetary Support to Government Corporations.* – Any interest earned on deposits or investments of national government appropriations released for budgetary support to government-owned and/or controlled corporations either as subsidy or equity contribution shall accrue to the General Fund and be remitted to the National Treasury.

SEC. 61. *Submission of Quarterly Reports.* – Within 15 days after the end of each quarter, each department, bureau, office or agency shall submit a quarterly report to the House Committee on Appropriations and the Senate Committee on Finance, copy furnished the Department of Budget and

Management and the Commission on Audit, on their cumulative allotments, obligations incurred/liquidated, total disbursements, unliquidated obligations, unobligated and unexpended balances, and the results of expended appropriations.

The quarterly report shall include detailed statements on the disbursements and utilization of appropriations for the purchase of motor vehicles and equipment, capital investment outlays, as well as appropriations earmarked and released for rentals, travels, petroleum, oil and lubricants, water, illumination and power services, and telephone and other communication services.

Likewise, the Department of Budget and Management shall submit to the House Committee on Appropriations and the Senate Committee on Finance a quarterly report on releases made from the lump-sum Special Purpose Funds, Supplemental Appropriations, Continuing Appropriations and Automatic Appropriations, and, as applicable, the unreleased balances of such appropriations.

SEC. 62. Unauthorized Organizational Changes. – Unless otherwise created by law or directed by the President of the Philippines, no organizational unit or changes in key position in any department or agency shall be authorized in their respective organization structures and be funded from appropriations provided by this Act.

SEC. 63. Implementation of Construction Projects. – Construction projects funded from capital outlays authorized in this Act under the various departments, bureaus, offices or agencies of the national government, including the construction of buildings for state universities, colleges, schools, hospitals, sanatoria, health centers and health stations, roads and bridges, shall be implemented only in accordance with the appropriate standards and specifications for the planning, survey, design and construction of the project as prescribed by the Department of Public Works and Highways or the Department of Transportation and Communications, through either of said departments as the case may be. In addition, land use and zoning guidelines as prescribed by existing laws, rules and regulations shall be strictly

observed. In the implementation of the construction projects, Sections, 2, 3, 4, 5, 6, 7, 9, 10 and 12 of Executive Order No. 182, entitled "Rationalizing Public Works Measures, Appropriating Funds for Public Works, and for Other Purposes," and other legislations on public works shall be strictly complied with.

SEC. 64. *Realignment /Relocation of Capital Outlays and Public Works Projects.* – The amount appropriated in this Act for construction, replacement, rehabilitation and completion of school buildings, hospitals, sanitarium, health centers, clinics, herbal processing plant, warehouses, and health stations, as well as waterworks/supply and other public works projects under the FY 1993 infrastructure program in this Act may be realigned/relocated in cases of imbalanced allocation of projects within the district, duplication of projects, overlapping of funding source and similar cases: *Provided,* That such request for realignment/relocation shall be made forty-five (45) days after the receipt of the original Advice of Allotment by the agency concerned except in cases of duplication of projects and overlapping of funding source: *Provided, further,* That such realignment/relocation is within the congressional district for which the funds were originally allocated: *Provided, furthermore,* That the realignment shall be for projects within the same category and shall not exceed the total amount originally allocated for the congressional district: and *Provided, finally,* That the realignment/relocation shall be made upon the initiative and consent of the representative of the district concerned and with the concurrence of any one of the following: The District Engineer, the Regional Director or Secretary of the Department concerned, regardless of the cost of the project being realigned or relocated.

The Department of Budget and Management shall accordingly issue the Advice of Allotment to effect the necessary adjustment without prejudice to the immediate implementation of the realignment/relocation by the concerned implementing agencies.

SEC. 65. *Release of Funds.* – Release of funds for construction, repair and maintenance, rehabilitation, replacement, completion, betterment or improvement of roads and bridges, port works, flood control, waterworks/supply and government buildings

and structures as well as for Internal Revenue Allotment and other financial support to local government units shall be made with at least fifteen (15) days prior written notice to the representative of the district concerned.

SEC. 66. *Implementing Agency for Nationally Funded Projects.* – Pursuant to Sec. 17(c) of R.A. No. 7160, the Local Government Code of 1991, projects, facilities, programs and services funded under the General Appropriations Act shall be implemented by the appropriate National Government department or agency, irrespective of the nature and location of such projects, facilities, programs and services.

SEC. 67. *Appropriation Reserve.* – There may be established a reserve in the amount equivalent to five percent (5%) of the non-personal services appropriation of all agencies and offices of the National Government including government-owned and/or controlled corporations, and the Congress of the Philippines except those for school and hospital buildings. The concerned agency or corporation may, however, offer personal services items as a source of reserve.

When conditions change during the year justifying the use of the reserve, the amount involved shall be allocated back for use by, and upon request of, the department, office or agency on whose appropriation the reserve was originally imposed.

SEC. 68. *Prohibited Expenses in Revolving Funds and Use of Income.* – No amount of the revolving funds or agency income authorized in this Act for use by the agency shall be used for the payment of discretionary and representation expenses.

SEC. 69. *Legislative Liaison Officers.* – Agency Legislative Liaison Officers shall preferably carry the rank of Assistant Secretary.

SEC. 70. *Separability Clause.* – If for any reason any section or provision of this Act is declared unconstitutional or invalid, other sections or provisions hereof which are not affected thereby shall continue to be in full force and effect.

SEC. 71. *Effectivity.* – The provisions of this Act shall take effect on January one, nineteen hundred and ninety-three, unless otherwise provided herein.

Approved, January 6, 1993.

PRESIDENTIAL VETO MESSAGE

MALACAÑANG
Manila

January 6, 1993

THE HONORABLE SPEAKER,
LADIES AND GENTLEMEN OF
THE HOUSE OF REPRESENTATIVES

I have this day signed into Republic Act No. 7645 the General Appropriations Bill for Fiscal Year 1993 (H. B. No. 3192), entitled "AN ACT APPROPRIATING FUNDS FOR THE OPERATION OF THE GOVERNMENT OF THE PHILIPPINES FROM JANUARY ONE TO DECEMBER THIRTY-ONE, NINETEEN HUNDRED AND NINETY-THREE, AND FOR OTHER PURPOSES."

I acknowledge the tireless efforts that went into the preparation of this Bill and I hereby commend Congress for their dedication beyond the call of duty to ensure its timely passage, which highlighted improved Legislative-Executive cooperation. However, pursuant to the powers vested in me by the Constitution, I have disapproved the following items in the Bill:

I. VETOED ITEMS

A. SPECIAL PROVISIONS

VII. DEPARTMENT OF EDUCATION, CULTURE AND SPORTS

A. Office of the Secretary

Special Provision

4. *Special Hardship Allowance.* The amount herein appropriated shall be used to pay the allowance of teachers exposed to hardship or extreme difficulty in the place of work as determined by the Secretary of Education, Culture and Sports which shall be equivalent to at least twenty five percent (25%) of the basic pay. (page 94, GAA, FY 1993)

I consider laudable the spirit and legislative intent of this Special Provision. However, I am vetoing the underlined portion of the Special Provision to give the Department of Education, Culture and Sports sufficient flexibility in the determination of the allowable rates that may be granted as Special Hardship Allowance. Furthermore, in consideration of the other employees of the government who are equally exposed to the same condition of work, the grant of this allowance shall be in lieu of the existing hazard duty pay under Section 39 of the General Provisions of this Act.

XIII. DEPARTMENT OF THE INTERIOR AND LOCAL GOVERNMENT

C. Philippine National Police

Special Provision

7. *Use of Savings.* The Director-General, PNP, is authorized, subject to the approval of the Chairman, National Police Commission, to use any savings in the appropriation herein provided for (a) payment of valid prior years obligations; (b) repair of motor vehicles and purchase of spare parts of all types of equipment and materials as may be determined by the Director-General, PNP; (c) acquisition of sites, facilities or equipment under lease or currently used by the PNP, and payment of boundary, relocation and subdivision surveys for titling of PNP real estates; (d) procurement of food stuffs for units actually engaged in the security/counter-intelligence operations in combat areas; (e) funding deficiencies in clothing and quarters allowances of uniformed personnel; and (f) modernization of the PNP headquarters: *Provided*, That a quarterly report on the use of savings is submitted to the House Committee on Appropriations, the Senate Committee on Finance and the Department of Budget and Management. (page 579, GAA, FY 1993)

I am vetoing this whole special provision for the reason that the prerogative to use savings is vested by the fundamental

law of the land to the President of the Philippines. This Constitutional authority cannot be validly altered, transferred or amended by the General Appropriations Act. Consequently, this special authorization of the Director-General of the PNP and the Chairman of the NAPOLCOM is not sanctioned under Section 25 (5) of Article VI of the Constitution which mandates that "the President, the President of the Senate, the Speaker of the House of Representatives, the Chief Justice of the Supreme Court, and the heads of Constitutional Commissions may, by law, be authorized to augment any item in the general appropriations law for their respective offices from savings in other items of their respective appropriations."

D. Bureau of Fire Protection

Special Provision

4. *Use of Savings.* The Chief, Bureau of Fire Protection, is authorized, subject to the approval of the Secretary, DILG, to use any savings in the appropriations provided for (a) payment of valid prior years obligations; (b) repair of motor vehicles and purchase of spare parts of all types of equipment and materials as may be determined by the Chief, BFP; and (c) acquisition of facilities or equipment under lease or currently used by the BFP; *Provided,* That a quarterly report on the use of savings is submitted to the House Committee on Appropriations, the Senate Committee on Finance and the Department of Budget and Management. (page 581, GAA, FY 1993)

E. Bureau of Jail Management and Penology

Special Provision

5. *Use of Savings.* The Chief, Bureau of Jail Management and Penology, is authorized, subject to the approval of the Secretary, DILG, to use any savings in the appropriations provided for (a) payment of valid prior years obligations; (b) repair of motor vehicles and purchase of spare parts of all types of equipment and

materials as may be determined by the Chief, BJMP; and (c) acquisition of facilities or equipment under lease or currently used by the BJMP: *Provided*, That a quarterly report on the use of savings is submitted to the House Committee on Appropriations, the Senate Committee on Finance and the Department of Budget and Management. (page 582, GAA, FY 1993)

F. Philippine Public Safety College

Special Provision

2. *Use of Savings*. The President, Philippine Public Safety College, is authorized, subject to the approval of the Secretary, DILG, to use any savings in the appropriations provided for (a) payment of valid prior years obligations; (b) repair of motor vehicles and purchase of spare parts of all types of equipment and materials as may be determined by the President, PPSC; and (c) acquisition of facilities or equipment under lease or currently used by the PPSC: *Provided*, That a quarterly report on the use of savings is submitted to the House Committee on Appropriations, the Senate Committee on Finance and the Department of Budget and Management. (page 584, GAA, FY 1993)

I am vetoing these special provisions of the Bureau of Fire Protection, the Bureau of Jail Management and Penology and the Philippine Public Safety College for the same reasons that I have vetoed the "use of savings" provision of the Philippine National Police.

XV. DEPARTMENT OF LABOR AND EMPLOYMENT

A. Office of the Secretary

Special Provision

1. *Retention Abroad of a Working Fund from Verification Fees*. Receipts from the collection of verification fees

and charges earned in foreign missions shall be duly remitted in order to cover the appropriations for verification of overseas employment documents and welfare services herein authorized, without prejudice to the retention abroad of foreign currency earnings as working fund in such amount as may be needed to reimburse expenses related thereto, subject to rules and regulations approved by the Department of Labor and Employment, the Central Bank of the Philippines and the National Treasury: *Provided*, That the total amount of income retained as working fund and the subsequent allotments to be released for the DOLE's verification fees fund shall not exceed the appropriations herein authorized for the purpose. (page 622, GAA, FY 1993)

I am vetoing this special provision for the reason that this shall duplicate the existing working fund privilege granted to the Department of Foreign Affairs which is intended to cover all foreign missions, including labor and overseas employment services abroad. Besides, this may open the floodgates for the replication of the working fund concept by all foreign-based offices of the Philippine government contrary to the original concept of a one-stop shop working fund that must be preserved until such time that a comprehensive guideline on this matter shall have been established by the Central Bank of the Philippines and the National Treasury.

XVI. DEPARTMENT OF NATIONAL DEFENSE

B. 10 AFP Modernization Program

2. *Use of the Fund.* Of the amount herein appropriated, priority shall be given for the acquisition of AFP assets necessary for the protection of marine, mineral, forest and other resources within Philippine territorial borders and its economic zone, detection, prevention or deterrence of air or surface intrusions and to support diplomatic moves aimed at preserving national dignity, sovereignty and patrimony: *Provided*, That said modernization fund shall not be used for payment of 6 additional S-211 trainer planes and additional payment

for 150 Simba armored personnel carriers. (page 692, GAA, FY 1993)

While I wholeheartedly support the policy thrust enunciated in this Special Provision, I am vetoing said provision for reasons that the prohibition is violative of the Constitutional mandate on the non-impairment of contracts as well as the laws governing obligations as institutionalized under Civil Code of the Philippines. Besides, the prohibition, if allowed, shall effectively alter the original intent of the fund to cover all military equipment deemed necessary to modernize the Armed Forces of the Philippines.

XL. FOREIGN-ASSISTED PROJECT SUPPORT FUND

Special Provision

1. *Use of the Fund.* The appropriations herein authorized shall be used to cover deficiencies in foreign exchange and peso requirements of foreign-assisted projects authorized herein. (page 1159, GAA, FY 1993)

I am vetoing the phrases "deficiencies in" and "authorized herein" for the reason that these would exclude new foreign-assisted projects as well as projects in the pipeline from the coverage of the Fund. Infusion of foreign-assisted project funds are crucial to the success of the socio-economic program of this Administration. Besides, the phrases, if not vetoed, shall effectively negate the empowerment and contracting prerogative of the President under Section 20 of Article VII of the Constitution.

B. GENERAL PROVISIONS

Sec. 67. Appropriation Reserve. There may be established a reserve in the amount equivalent to five percent (5%) of the non-personal services appropriation of all agencies and offices of the national government including government-owned and/or controlled corporations, and the Congress of the Philippines except those for school and hospital buildings. The concerned agency or corporation may, however, offer personal services items

as a source of reserve.

When conditions change during the year justifying the use of the reserve, the amount involved shall be allocated back for the use by, and upon the request of, the department, office or agency on whose appropriation the reserve was originally imposed. (page 1215, GAA, FY 1993)

I am vetoing the whole second paragraph of this Section for reason that if this is allowed, it shall result to the inability of the President even in cases of urgent need and unforeseen contingencies to utilize the reserves for essential and priority public services.

II. GENERAL OBSERVATIONS

A. SPECIAL PROVISIONS

I have noted with interest Special Provisions authorizing the use of agency incomes as well as the creation, operation and maintenance of revolving funds.

Pursuant to Section 44, Chapter 5, Book VI of the Executive Order No. 292 in relation to Section 29 (1) Article VI and Section 22, Article VII of the Constitution, all income accruing to the departments, offices and agencies shall be deposited in the National Treasury and shall accrue to the General Fund of the government.

Such incomes were considered as integral part of the revenue and financing sources of the national expenditure program which I submitted to Congress. Consequently, the grant of authority to use income and to establish revolving funds over and above the appropriations authorized in this Act effectively reduces the financing sources of government and at the same time increases the level of expenditures of the agencies concerned.

In order to rationalize the purpose and intention of the aforementioned provisions, their operationalization during budget implementation shall be subject to guidelines that shall be issued pursuant to Section 35, Chapter 5, Book VI of E. O. No. 292 in

relation with Sections 65 and 66 of the Government Auditing Code of the Philippines and Sections 2 and 3 of the General Provisions of this Act.

In addition, I have also noted the following special provisions:

I. CONGRESS OF THE PHILIPPINES

SPECIAL PROVISIONS APPLICABLE TO THE CONGRESS OF THE PHILIPPINES

2. *Organizational Structure of the Senate, House of Representatives, the Senate and House of Representatives Electoral Tribunals and the Commission on Appointments.* Any provision of law to the contrary notwithstanding and within the limits of the appropriation authorized in this Act, the President of the Senate, with respect to the Senate and Commission on Appointments, the Speaker, with respect to the House of Representatives and the Chairmen of the Senate and the House of Representatives Electoral Tribunals, are authorized to formulate and implement the organizational structures of their respective offices, to fix and determine the salaries, allowances and other benefits of their respective Members and employees, subject to Section 10, Article VI of the Constitution, and whenever public interest so requires, make adjustments and reorganization of positions in the regular personnel with the corresponding transfer of items of appropriations or create new ones in their respective offices: *Provided*, That officers and employees whose positions are affected by such adjustments or reorganization shall be granted retirement gratuities and separation pay in accordance with existing laws, which shall be payable from any unexpected balance of, or savings in the appropriations of their respective offices. (page 12, GAA, FY 1993)

I have noted that this special provision was included in the GENERAL OBSERVATIONS portion of the Veto Message to Congress in previous years, citing in particular the underlined

portion of the provision, stating that its operation shall be circumscribed by the salary rates, allowable level of allowances and other benefits prescribed or authorized by law.

XXVI. OTHER EXECUTIVE OFFICES

LL. National Housing Authority

Special Provisions

3. *Allocation for the Maharlika Village Project.* An allocation of not less than Five million pesos (P5,000,000) shall be set aside for corollary works at the Maharlika Village and used exclusively for the repair, rehabilitation and construction of buildings, roads, pathwalks, drainage, waterworks system, facilities and amenities in the Village: *Provided*, That any road to be constructed or rehabilitated shall conform with the specifications and standards set by the Department of Public Works and Highways for such kind of road: *Provided, further*, That savings that may be available in the future shall be used for road repair, rehabilitation and construction. (page 1069, GAA, FY 1993)
4. *Allocation for the Tenement Housing Project (Taguig).* An allocation of not less than Three million pesos (P3,000,000) shall be set aside for corollary works in the Tenement Housing Project (Taguig) and used exclusively for the repair, rehabilitation and construction of buildings, roads, pathwalks, drainage, waterworks system, facilities and amenities in the Village: *Provided*, That any road to be constructed or rehabilitated shall conform with the specifications and standards set by the Department of Public Works and Highways for such kind of road: *Provided, further*, That savings that may be available in the future shall be used for road repair, rehabilitation and construction. (page 1069, GAA, FY 1993)
5. *Allocation for the Bagong Lipunan Condominium*

Project (Taguig). An allocation of not less than Two million pesos (P2,000,000) shall be set aside for corollary works in the Bagong Lipunan Condominium Project (Taguig) and used exclusively for the repair, rehabilitation and construction of buildings, roads, pathwalks, drainage, waterworks system, facilities and amenities in the Village: *Provided,* That any road to be constructed or rehabilitated shall conform with the specifications and standards set by the Department of Public Works and Highways for such kind of road: *Provided, further,* That savings that may be available in the future shall be used for road repair, rehabilitation and construction. (page 1069, GAA, FY 1993)

6. *Allocation of Funds.* Out of the amount appropriated for subsidy support Five million pesos (P5,000,000) shall be allocated to the Dasmariñas Bagong Bayan Resettlement Area in Dasmariñas, Cavite and Twelve million pesos (P12,000,000) to the Dasmariñas Relocation Center Area (General Mariano Alvarez) for the improvement of the ravaged and highly deteriorated roads and alley in these heavily populated areas. (page 1069, GAA, FY 1993)

7. *Allocation for Sapang Palay.* Allocation of Eight million pesos (P8,000,000) shall be set aside for the asphaltting of 7.0 kilometer main road of Sapang Palay, San Jose del Monte, Bulacan. (page 1069, GAA, FY 1993)

I have noted that similar special provisions earmarking the NHA budget for specific purposes were incorporated under R.A. No. 6831, the CY 1990 GAA, R.A. No. 7078, the CY 1991 GAA, and R.A. No. 7180, the CY 1992 GAA. I have not vetoed the above Special Provisions for reason that it will result in the elimination of the items and the loss of the appropriations specified therein. The appropriations authorized for the NHA under this Act shall, therefore, be released and disturbed in accordance with the housing program of the government, subject to Executive approval.